



QUARTERLY STATEMENT

AS OF JUNE 30, 2010  
OF THE CONDITION AND AFFAIRS OF THE

Health Alliance Plan of Michigan

NAIC Group Code	1311	1311	NAIC Company Code	95844	Employer's ID Number	38-2242827
	(Current Period)	(Prior Period)				
Organized under the Laws of	Michigan			State of Domicile or Port of Entry	Michigan	
Country of Domicile	United States					
Licensed as business type:	Life, Accident & Health [ ]		Property/Casualty [ ]		Hospital, Medical & Dental Service or Indemnity [ ]	
	Dental Service Corporation [ ]		Vision Service Corporation [ ]		Health Maintenance Organization [ X ]	
	Other [ ]				Is HMO, Federally Qualified? Yes [ X ] No [ ]	
Incorporated/Organized	06/27/1978		Commenced Business		02/08/1979	
Statutory Home Office	2850 West Grand Boulevard			Detroit, MI 48202		
	(Street and Number)			(City or Town, State and Zip Code)		
Main Administrative Office	2850 West Grand Boulevard		Detroit, MI 48202		313-872-8100	
	(Street and Number)		(City or Town, State and Zip Code)		(Area Code) (Telephone Number)	
Mail Address	2850 West Grand Boulevard			Detroit, MI 48202		
	(Street and Number or P.O. Box)			(City or Town, State and Zip Code)		
Primary Location of Books and Records	2850 West Grand Boulevard		Detroit, MI 48202		248-443-1093	
	(Street and Number)		(City or Town, State and Zip Code)		(Area Code) (Telephone Number)	
Internet Web Site Address	www.hap.org					
Statutory Statement Contact	Dianna L Ronan CPA			248-443-1093		
	(Name)			(Area Code) (Telephone Number) (Extension)		
	dronan@hap.org			248-443-8610		
	(E-mail Address)			(FAX Number)		

OFFICERS

Name	Title	Name	Title
William R Alvin	President and CEO	Ronald W Berry	Treasurer
Maurice E McMurray	Secretary	Irita B Matthews #	Asst Secretary

OTHER OFFICERS

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DIRECTORS OR TRUSTEES

William R Alvin	Nicholas C Anderson	Cindy Bala-Brusilow #	Marvin W Beatty
MaryBeth Bolton MD	William A Conway MD	Linda Ewing	Lauren B Foster CPA #
John T Gargaro	Jethro Joseph	Jackie Martin	William L Peirce
Richard M Popp	Catherine A Roberts	Robin Scales-Wooten	Nancy Schlichting
Rebecca R Smith	Susie M Wells	Karen A Wezner RN	

State of .....Michigan.....  
County of .....Wayne.....  
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The officers of this reporting entity being duly sworn, each depose and say that they are the described officers of said reporting entity, and that on the reporting period stated above, all of the herein described assets were the absolute property of the said reporting entity, free and clear from any liens or claims thereon, except as herein stated, and that this statement, together with related exhibits, schedules and explanations therein contained, annexed or referred to, is a full and true statement of all the assets and liabilities and of the condition and affairs of the said reporting entity as of the reporting period stated above, and of its income and deductions therefrom for the period ended, and have been completed in accordance with the NAIC *Annual Statement Instructions and Accounting Practices and Procedures* manual except to the extent that: (1) state law may differ; or, (2) that state rules or regulations require differences in reporting not related to accounting practices and procedures, according to the best of their information, knowledge and belief, respectively. Furthermore, the scope of this attestation by the described officers also includes the related corresponding electronic filing with the NAIC, when required, that is an exact copy (except for formatting differences due to electronic filing) of the enclosed statement. The electronic filing may be requested by various regulators in lieu of or in addition to the enclosed statement.

William R Alvin President and CEO	Ronald W Berry Treasurer	Maurice E McMurray Secretary
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a. Is this an original filing?	Yes [ X ] No [ ]
b. If no:	
1. State the amendment number	0
2. Date filed	
3. Number of pages attached	0

Subscribed and sworn to before me this  
day of ,

Roderick Irwin Curry, Notary  
August 14 2013

ASSETS

	Current Statement Date			4
	1	2	3	December 31 Prior Year Net Admitted Assets
	Assets	Nonadmitted Assets	Net Admitted Assets (Cols. 1 - 2)	
1. Bonds .....	97,060,743		97,060,743	0
2. Stocks:				
2.1 Preferred stocks .....			0	0
2.2 Common stocks .....	101,601,313		101,601,313	105,481,103
3. Mortgage loans on real estate:				
3.1 First liens .....			0	0
3.2 Other than first liens .....			0	0
4. Real estate:				
4.1 Properties occupied by the company (less \$ ..... encumbrances) .....	2,530,503	1,748,922	781,581	796,140
4.2 Properties held for the production of income (less \$ ..... encumbrances) .....			0	0
4.3 Properties held for sale (less \$ ..... encumbrances) .....			0	0
5. Cash (\$ .....3,985,166 ), cash equivalents (\$ .....175,409 ) and short-term investments (\$ .....204,409,283 ) .....	208,569,857		208,569,857	240,803,516
6. Contract loans (including \$ .....premium notes) .....			0	0
7. Derivatives .....	8,656		8,656	
8. Other invested assets .....	0		0	26,682,854
9. Receivables for securities .....	264,592		264,592	0
10. Aggregate write-ins for invested assets .....	823,752	0	823,752	1,592,966
11. Subtotals, cash and invested assets (Lines 1 to 10) .....	410,859,417	1,748,922	409,110,495	375,356,580
12. Title plants less \$ .....charged off (for Title insurers only) .....			0	0
13. Investment income due and accrued .....	681,177		681,177	448,785
14. Premiums and considerations:				
14.1 Uncollected premiums and agents' balances in the course of collection .....	30,825,871		30,825,871	21,698,770
14.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$ .....earned but unbilled premiums) .....			0	0
14.3 Accrued retrospective premiums .....			0	0
15. Reinsurance:				
15.1 Amounts recoverable from reinsurers .....			0	0
15.2 Funds held by or deposited with reinsured companies .....			0	0
15.3 Other amounts receivable under reinsurance contracts .....			0	0
16. Amounts receivable relating to uninsured plans .....	627,320		627,320	377,561
17.1 Current federal and foreign income tax recoverable and interest thereon .....			0	0
17.2 Net deferred tax asset .....			0	0
18. Guaranty funds receivable or on deposit .....			0	0
19. Electronic data processing equipment and software .....	14,282,312	12,944,079	1,338,234	1,646,500
20. Furniture and equipment, including health care delivery assets (\$ ..... ) .....	483,354	483,354	0	0
21. Net adjustment in assets and liabilities due to foreign exchange rates .....			0	0
22. Receivables from parent, subsidiaries and affiliates .....	1,340,106		1,340,106	1,242,323
23. Health care (\$ .....6,959,433 ) and other amounts receivable .....	6,959,433		6,959,433	4,451,918
24. Aggregate write-ins for other than invested assets .....	4,592,427	4,532,073	60,354	95,635
25. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 11 to 24) .....	470,651,417	19,708,427	450,942,990	405,318,071
26. From Separate Accounts, Segregated Accounts and Protected Cell Accounts .....			0	0
27. Total (Lines 25 and 26) .....	470,651,417	19,708,427	450,942,990	405,318,071
DETAILS OF WRITE-INS				
1001. Deferred Compensation .....	823,752		823,752	873,764
1002. Rabbi Trust .....			0	719,202
1003. ....			0	0
1098. Summary of remaining write-ins for Line 10 from overflow page .....	0	0	0	0
1099. Totals (Lines 1001 through 1003 plus 1098) (Line 10 above) .....	823,752	0	823,752	1,592,966
2401. Goodwill .....	2,796,212	2,796,212	0	0
2402. Prepaid Expense .....	1,735,862	1,735,862	0	0
2403. Other Assets .....	57,843		57,843	57,843
2498. Summary of remaining write-ins for Line 24 from overflow page .....	2,510	0	2,510	37,791
2499. Totals (Lines 2401 through 2403 plus 2498) (Line 24 above) .....	4,592,427	4,532,073	60,354	95,635

STATEMENT AS OF JUNE 30, 2010 OF THE Health Alliance Plan of Michigan

LIABILITIES, CAPITAL AND SURPLUS

	Current Period			Prior Year
	1 Covered	2 Uncovered	3 Total	4 Total
1. Claims unpaid (less \$ ..... reinsurance ceded).....	138,222,808	1,847,288	140,070,096	115,706,839
2. Accrued medical incentive pool and bonus amounts .....	1,291,299		1,291,299	1,316,106
3. Unpaid claims adjustment expenses .....	940,584		940,584	1,050,051
4. Aggregate health policy reserves .....	438,938		438,938	400,881
5. Aggregate life policy reserves .....			0	0
6. Property/casualty unearned premium reserve .....			0	0
7. Aggregate health claim reserves .....			0	0
8. Premiums received in advance .....	11,744,361		11,744,361	13,459,692
9. General expenses due or accrued .....	15,574,486		15,574,486	13,774,486
10.1 Current federal and foreign income tax payable and interest thereon (including \$ ..... on realized gains (losses)) .....			0	0
10.2 Net deferred tax liability.....			0	0
11. Ceded reinsurance premiums payable .....			0	0
12. Amounts withheld or retained for the account of others .....			0	0
13. Remittances and items not allocated .....			0	0
14. Borrowed money (including \$ ..... current) and interest thereon \$ ..... (including \$ ..... current) .....			0	0
15. Amounts due to parent, subsidiaries and affiliates .....	241,843		241,843	608,022
16. Derivatives.....			0	
17. Payable for securities .....	6,889,209		6,889,209	357,446
18. Funds held under reinsurance treaties (with \$ ..... authorized reinsurers and \$ ..... unauthorized reinsurers) .....			0	0
19. Reinsurance in unauthorized companies .....			0	0
20. Net adjustments in assets and liabilities due to foreign exchange rates .....			0	0
21. Liability for amounts held under uninsured plans .....			0	0
22. Aggregate write-ins for other liabilities (including \$ ..... current) .....	4,527,741	0	4,527,741	2,351,280
23. Total liabilities (Lines 1 to 22).....	179,871,270	1,847,288	181,718,558	149,024,803
24. Aggregate write-ins for special surplus funds .....	XXX	XXX	0	0
25. Common capital stock .....	XXX	XXX		0
26. Preferred capital stock .....	XXX	XXX		0
27. Gross paid in and contributed surplus .....	XXX	XXX		0
28. Surplus notes .....	XXX	XXX		0
29. Aggregate write-ins for other than special surplus funds .....	XXX	XXX	0	0
30. Unassigned funds (surplus) .....	XXX	XXX	269,224,432	256,293,268
31. Less treasury stock, at cost:				
31.1 ..... shares common (value included in Line 25 \$ ..... ) .....	XXX	XXX		0
31.2 ..... shares preferred (value included in Line 26 \$ ..... ) .....	XXX	XXX		0
32. Total capital and surplus (Lines 24 to 30 minus Line 31) .....	XXX	XXX	269,224,432	256,293,268
33. Total liabilities, capital and surplus (Lines 23 and 32)	XXX	XXX	450,942,990	405,318,071
DETAILS OF WRITE-INS				
2201. Pension Liability - Long Term.....	2,671,527		2,671,527	468,889
2202. Retiree Health Benefits.....	1,032,462		1,032,462	1,008,627
2203. Deferred Compensation.....	823,752		823,752	873,764
2298. Summary of remaining write-ins for Line 22 from overflow page .....	0	0	0	0
2299. Totals (Lines 2201 through 2203 plus 2298) (Line 22 above)	4,527,741	0	4,527,741	2,351,280
2401. ....	XXX	XXX		0
2402. ....	XXX	XXX		0
2403. ....	XXX	XXX		0
2498. Summary of remaining write-ins for Line 24 from overflow page .....	XXX	XXX	0	0
2499. Totals (Lines 2401 through 2403 plus 2498) (Line 24 above)	XXX	XXX	0	0
2901. ....	XXX	XXX		0
2902. ....	XXX	XXX		0
2903. ....	XXX	XXX		0
2998. Summary of remaining write-ins for Line 29 from overflow page .....	XXX	XXX	0	0
2999. Totals (Lines 2901 through 2903 plus 2998) (Line 29 above)	XXX	XXX	0	0

STATEMENT OF REVENUE AND EXPENSES

	Current Year To Date		Prior Year To Date	Prior Year Ended December 31
	1 Uncovered	2 Total	3 Total	4 Total
1. Member Months.....	XXX	2,033,261	2,207,732	4,365,062
2. Net premium income (including \$ non-health premium income).....	XXX	852,037,783	855,141,835	1,718,076,250
3. Change in unearned premium reserves and reserve for rate credits.....	XXX		0	0
4. Fee-for-service (net of \$ medical expenses).....	XXX		0	0
5. Risk revenue.....	XXX		0	0
6. Aggregate write-ins for other health care related revenues.....	XXX	0	0	0
7. Aggregate write-ins for other non-health revenues.....	XXX	(458)	(2,453)	(977)
8. Total revenues (Lines 2 to 7).....	XXX	852,037,325	855,139,382	1,718,075,273
<b>Hospital and Medical:</b>				
9. Hospital/medical benefits.....		571,664,352	580,510,180	1,147,983,321
10. Other professional services.....			0	0
11. Outside referrals.....		27,806,559	26,774,598	53,657,469
12. Emergency room and out-of-area.....		70,209,522	70,173,947	141,188,418
13. Prescription drugs.....		117,452,514	112,652,598	244,470,029
14. Aggregate write-ins for other hospital and medical.....	0	0	0	0
15. Incentive pool, withhold adjustments and bonus amounts.....		1,399,082	30,992	740,547
16. Subtotal (Lines 9 to 15).....	0	788,532,029	790,142,315	1,588,039,784
<b>Less:</b>				
17. Net reinsurance recoveries.....			0	0
18. Total hospital and medical (Lines 16 minus 17).....	0	788,532,029	790,142,315	1,588,039,784
19. Non-health claims (net).....			0	0
20. Claims adjustment expenses, including \$ 4,170,405 cost containment expenses.....		8,308,186	7,872,819	14,544,792
21. General administrative expenses.....		50,453,847	49,321,897	97,837,061
22. Increase in reserves for life and accident and health contracts (including \$ increase in reserves for life only).....			0	0
23. Total underwriting deductions (Lines 18 through 22).....	0	847,294,062	847,337,031	1,700,421,636
24. Net underwriting gain or (loss) (Lines 8 minus 23).....	XXX	4,743,262	7,802,351	17,653,637
25. Net investment income earned.....		1,922,670	2,718,354	5,627,797
26. Net realized capital gains (losses) less capital gains tax of \$.....		4,163,063	(18,090)	(540,769)
27. Net investment gains (losses) (Lines 25 plus 26).....	0	6,085,733	2,700,264	5,087,029
28. Net gain or (loss) from agents' or premium balances charged off [(amount recovered \$ ) (amount charged off \$ )].....			0	0
29. Aggregate write-ins for other income or expenses.....	0	31,415	24,612	47,926
30. Net income or (loss) after capital gains tax and before all other federal income taxes (Lines 24 plus 27 plus 28 plus 29).....	XXX	10,860,411	10,527,227	22,788,591
31. Federal and foreign income taxes incurred.....	XXX		0	0
32. Net income (loss) (Lines 30 minus 31).....	XXX	10,860,411	10,527,227	22,788,591
<b>DETAILS OF WRITE-INS</b>				
0601. ....	XXX		0	0
0602. ....	XXX		0	0
0603. ....	XXX		0	0
0698. Summary of remaining write-ins for Line 6 from overflow page.....	XXX	0	0	0
0699. Totals (Lines 0601 through 0603 plus 0698) (Line 6 above).....	XXX	0	0	0
0701. Gain/(Loss) on Sale of Assets.....	XXX	(458)	(2,453)	(977)
0702. ....	XXX		0	0
0703. ....	XXX		0	0
0798. Summary of remaining write-ins for Line 7 from overflow page.....	XXX	0	0	0
0799. Totals (Lines 0701 through 0703 plus 0798) (Line 7 above).....	XXX	(458)	(2,453)	(977)
1401. ....			0	0
1402. ....			0	0
1403. ....			0	0
1498. Summary of remaining write-ins for Line 14 from overflow page.....	0	0	0	0
1499. Totals (Lines 1401 through 1403 plus 1498) (Line 14 above).....	0	0	0	0
2901. CIGNA Miscellaneous Revenues.....		31,415	24,612	47,926
2902. ....			0	0
2903. ....			0	0
2998. Summary of remaining write-ins for Line 29 from overflow page.....	0	0	0	0
2999. Totals (Lines 2901 through 2903 plus 2998) (Line 29 above).....	0	31,415	24,612	47,926

STATEMENT OF REVENUE AND EXPENSES (Continued)

	1	2	3
	Current Year To Date	Prior Year To Date	Prior Year Ended December 31
CAPITAL AND SURPLUS ACCOUNT			
33. Capital and surplus prior reporting year.....	256,293,268	176,223,972	176,223,972
34. Net income or (loss) from Line 32 .....	10,860,411	10,527,227	22,788,591
35. Change in valuation basis of aggregate policy and claim reserves .....		0	0
36. Change in net unrealized capital gains (losses) less capital gains tax of \$ .....	2,480,206	4,397,403	14,277,751
37. Change in net unrealized foreign exchange capital gain or (loss) .....		0	0
38. Change in net deferred income tax .....		0	0
39. Change in nonadmitted assets .....	(409,453)	23,137,695	41,971,527
40. Change in unauthorized reinsurance .....	0	0	0
41. Change in treasury stock .....		0	0
42. Change in surplus notes .....	0	0	0
43. Cumulative effect of changes in accounting principles .....		0	0
44. Capital Changes:			
44.1 Paid in .....		0	0
44.2 Transferred from surplus (Stock Dividend) .....		0	0
44.3 Transferred to surplus .....		0	0
45. Surplus adjustments:			
45.1 Paid in .....		0	0
45.2 Transferred to capital (Stock Dividend) .....	0	0	0
45.3 Transferred from capital .....		0	0
46. Dividends to stockholders .....		0	0
47. Aggregate write-ins for gains or (losses) in surplus .....	0	0	1,031,426
48. Net change in capital and surplus (Lines 34 to 47) .....	12,931,164	38,062,324	80,069,296
49. Capital and surplus end of reporting period (Line 33 plus 48)	269,224,432	214,286,297	256,293,268
DETAILS OF WRITE-INS			
4701. Net Change in Pension and Post-retirement Related Items Measurement Date Change.....		0	(1,204,440)
4702. Correction of Error-EDP Accumulated Depreciation.....		0	2,235,866
4703. ....		0	0
4798. Summary of remaining write-ins for Line 47 from overflow page .....	0	0	0
4799. Totals (Lines 4701 through 4703 plus 4798) (Line 47 above)	0	0	1,031,426

CASH FLOW

	1 Current Year To Date	2 Prior Year To Date	3 Prior Year Ended December 31
<b>Cash from Operations</b>			
1. Premiums collected net of reinsurance	841,195,351	848,420,214	1,712,047,754
2. Net investment income	2,671,723	2,037,892	4,475,451
3. Miscellaneous income	66,696	28,505	13,097
4. Total (Lines 1 to 3)	843,933,770	850,486,611	1,716,536,301
5. Benefit and loss related payments	766,701,094	771,246,919	1,583,467,095
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts		0	0
7. Commissions, expenses paid and aggregate write-ins for deductions	51,551,969	54,536,174	106,383,852
8. Dividends paid to policyholders		0	0
9. Federal and foreign income taxes paid (recovered) net of \$ tax on capital gains (losses)	0	0	0
10. Total (Lines 5 through 9)	818,253,063	825,783,093	1,689,850,947
11. Net cash from operations (Line 4 minus Line 10)	25,680,706	24,703,517	26,685,354
<b>Cash from Investments</b>			
12. Proceeds from investments sold, matured or repaid:			
12.1 Bonds	16,261,140	0	0
12.2 Stocks	19,038,666	21,636,966	25,452,723
12.3 Mortgage loans	0	0	0
12.4 Real estate	0	0	0
12.5 Other invested assets	27,883,264	323,152	358,163
12.6 Net gains or (losses) on cash, cash equivalents and short-term investments	0	0	0
12.7 Miscellaneous proceeds	6,977,717	640,445	647,254
12.8 Total investment proceeds (Lines 12.1 to 12.7)	70,160,787	22,600,563	26,458,140
13. Cost of investments acquired (long-term only):			
13.1 Bonds	112,841,361	0	0
13.2 Stocks	10,954,945	2,097,715	4,228,829
13.3 Mortgage loans	0	0	0
13.4 Real estate	0	0	0
13.5 Other invested assets	0	0	0
13.6 Miscellaneous applications	0	0	0
13.7 Total investments acquired (Lines 13.1 to 13.6)	123,796,306	2,097,715	4,228,829
14. Net increase (or decrease) in contract loans and premium notes	0	0	0
15. Net cash from investments (Line 12.8 minus Line 13.7 and Line 14)	(53,635,519)	20,502,847	22,229,311
<b>Cash from Financing and Miscellaneous Sources</b>			
16. Cash provided (applied):			
16.1 Surplus notes, capital notes	0	0	0
16.2 Capital and paid in surplus, less treasury stock	0	0	0
16.3 Borrowed funds	0	0	0
16.4 Net deposits on deposit-type contracts and other insurance liabilities		0	0
16.5 Dividends to stockholders	0	0	0
16.6 Other cash provided (applied)	(4,278,846)	(2,070,004)	(7,467,783)
17. Net cash from financing and miscellaneous sources (Line 16.1 through Line 16.4 minus Line 16.5 plus Line 16.6)	(4,278,846)	(2,070,004)	(7,467,783)
<b>RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS</b>			
18. Net change in cash, cash equivalents and short-term investments (Line 11, plus Lines 15 and 17)	(32,233,659)	43,136,361	41,446,882
19. Cash, cash equivalents and short-term investments:			
19.1 Beginning of year	240,803,516	199,356,634	199,356,634
19.2 End of period (Line 18 plus Line 19.1)	208,569,857	242,492,995	240,803,516

STATEMENT AS OF JUNE 30, 2010 OF THE Health Alliance Plan of Michigan

EXHIBIT OF PREMIUMS, ENROLLMENT AND UTILIZATION

	1	Comprehensive (Hospital & Medical)		4	5	6	7	8	9	10
		2	3							
	Total	Individual	Group	Medicare Supplement	Vision Only	Dental Only	Federal Employees Health Benefit Plan	Title XVIII Medicare	Title XIX Medicaid	Other
Total Members at end of:										
1. Prior Year .....	355,949	2,727	299,302	.0	.0	.0	22,543	31,377	.0	.0
2 First Quarter .....	339,330	2,538	280,357	.0	.0	.0	22,757	33,678	.0	.0
3 Second Quarter .....	338,853	2,448	276,362	.0	.0	.0	22,749	37,294	.0	.0
4. Third Quarter .....	.0									
5. Current Year	0									
6 Current Year Member Months	2,033,261	15,172	1,672,373				136,490	209,226		
Total Member Ambulatory Encounters for Period:										
7. Physician .....	684,685	5,021	527,365				38,011	114,288		
8. Non-Physician .....	49,898	278	36,992				2,069	10,559		
9. Total	734,583	5,299	564,357	0	0	0	40,080	124,847	0	0
10. Hospital Patient Days Incurred	89,838	555	52,438				3,375	33,470		
11. Number of Inpatient Admissions	19,000	109	11,865				789	6,237		
12. Health Premiums Written (a).....	.852,037,783	5,227,334	582,702,441				50,204,938	213,903,070		
13. Life Premiums Direct .....	.0									
14. Property/Casualty Premiums Written .....	.0									
15. Health Premiums Earned .....	.852,037,783	5,227,334	582,702,441				50,204,938	213,903,070		
16. Property/Casualty Premiums Earned .....	.0									
17. Amount Paid for Provision of Health Care Services .....	.764,193,579	4,599,756	512,744,981				50,183,278	196,665,564		
18. Amount Incurred for Provision of Health Care Services	788,532,029	4,733,020	527,600,218				50,139,672	206,059,119		

(a) For health premiums written: amount of Medicare Title XVIII exempt from state taxes or fees \$ 213,903,070

## CLAIMS UNPAID AND INCENTIVE POOL, WITHHOLD AND BONUS (Reported and Unreported)

[illegible]



UNDERWRITING AND INVESTMENT EXHIBIT  
ANALYSIS OF CLAIMS UNPAID-PRIOR YEAR-NET OF REINSURANCE

Line of Business	Claims Paid Year to Date		Liability End of Current Quarter		5  Claims Incurred in Prior Years (Columns 1 + 3)	6  Estimated Claim Reserve and Claim Liability Dec. 31 of Prior Year
	1  On Claims Incurred Prior to January 1 of Current Year	2  On Claims Incurred During the Year	3  On Claims Unpaid Dec. 31 of Prior Year	4  On Claims Incurred During the Year		
1. Comprehensive (hospital and medical) .....	56,247,146	459,673,702	25,455,158	87,447,547	81,702,304	97,889,397
2. Medicare Supplement .....					0	0
3. Dental Only .....					0	0
4. Vision Only .....					0	0
5. Federal Employees Health Benefits Plan .....	4,502,119	45,681,159	868,389	3,515,545	5,370,508	4,427,540
6. Title XVIII - Medicare .....	7,086,008	189,579,556	1,085,059	21,698,398	8,171,067	13,389,902
7. Title XIX - Medicaid .....					0	0
8. Other health .....					0	0
9. Health subtotal (Lines 1 to 8).....	67,835,273	694,934,417	27,408,606	112,661,490	95,243,879	115,706,839
10. Health care receivables (a) .....					0	0
11. Other non-health .....					0	0
12. Medical incentive pools and bonus amounts .....	723,226	700,663	592,880	698,419	1,316,106	1,316,106
13. Totals	68,558,499	695,635,080	28,001,486	113,359,909	96,559,985	117,022,946

(a) Excludes \$ 0 loans or advances to providers not yet expensed.

## NOTES TO FINANCIAL STATEMENTS

### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accompanying financial statements of Health Alliance Plan of Michigan have been completed in accordance with the NAIC Accounting Practices and Procedures Manual (NAPPM). Health Alliance Plan does not utilize accounting practices that depart from the NAPPM, including different practices required by state law. Health Alliance Plan does not have any transactions which have not been addressed by NAIC statutory accounting practices and procedures.

### 2. ACCOUNTING CHANGES AND CORRECTIONS OF ERRORS

Not applicable.

### 3. BUSINESS COMBINATIONS AND GOODWILL

Not applicable.

### 4. DISCONTINUED OPERATIONS

Not applicable.

### 5. INVESTMENTS

- A. Mortgage Loans, including Mezzanine Real Estate Loans - Not applicable.
- B. Debt Restructuring - Not applicable.
- C. Reverse Mortgages - Not applicable.
- D. Loan-Backed Securities - HAP does not have securities purchased prior to January 1, 1994. Prepayment assumptions for loan-backed and asset backed securities are obtained from broker dealer survey values. A change from the retrospective to the prospective method has not been made. The fair values of mortgage-backed and asset-backed securities is \$7,257,000.
- E. Repurchase Agreements and/or Securities Lending Transactions - As of June 30, 2010, HAP does not own any repurchase agreements. However, HAP has entered into repurchase agreements during the course of the year. Its repurchase agreements with banks and brokers are collateralized by cash or securities equal to at least 102% of the market value of the repurchase agreement. Eligible collateral includes cash, U.S. Treasury securities, U.S. Government agency securities and high grade commercial paper. Collateral is placed with a trustee bank.

HAP does not enter into securities lending transactions.

- F. Real Estate - No significant change.
- G. Investments in Low-Income Housing Tax Credits - Not applicable.

### 6. JOINT VENTURES, PARTNERSHIPS AND LIMITED LIABILITY COMPANIES

- A. Investments in Joint Ventures, Partnerships and Limited Liability Companies that exceed 10% of the admitted assets of the Company - Not applicable.
- B. Impaired investments in Joint Ventures, Partnerships and Limited Liability Companies - Not applicable.

### 7. INVESTMENT INCOME

Not applicable.

### 8. DERIVATIVE INSTRUMENTS

A-B. HAP uses futures to hedge the aggregate interest rate risk in its fixed-income investment portfolio. HAP has entered into exchange-traded securities futures whereby it has agreed to both deliver and receive U.S. Treasury Notes at a specified date. Cash requirements include the payment of an initial margin at the commencement of a contract and daily settlement based on fluctuations in the variation margin. Futures contracts are traded on a regulated exchange with positions marked-to-market daily. Therefore, HAP has little exposure to credit-related losses.

C. HAP has not deemed the hedges entered into as of June 30, 2010 as highly effective hedges and therefore its hedges are not eligible for the special hedge accounting. HAP's futures contracts are recorded as an asset equal to the fair value of the contract at its inception, which also happens to be the cost of the contract. Changes in fair value, or variation margin, are recorded as realized gains or losses. HAP has not recorded any unrealized gains or losses nor are there any to report.

D. HAP does not have any net gain or loss recognized in unrealized gains or losses excluded from the assessment of hedge effectiveness.

E. The net gain or loss recognized in unrealized gains or losses resulting from futures contracts that no longer qualify for hedge accounting - not applicable.

- F. Derivatives accounted for as cash flow hedges of a forecasted transaction - not applicable.

## NOTES TO FINANCIAL STATEMENTS

### 9. INCOME TAXES

Not applicable.

### 10. INFORMATION CONCERNING PARENT, SUBSIDIARIES AND AFFILIATES

No significant change.

### 11. DEBT

Not applicable.

### 12. RETIREMENT PLANS, DEFERRED COMPENSATION, POSTEMPLOYMENT BENEFITS AND COMPENSATED ABSENCES AND OTHER POSTRETIREMENT BENEFIT PLANS

No significant change.

### 13. CAPITAL AND SURPLUS, SHAREHOLDERS' DIVIDEND RESTRICTIONS AND QUASI-REORGANIZATIONS

1. Capital Stock - not applicable

2. Preferred Stock - not applicable.

3. Dividend Restrictions - no significant change.

4. Dividends Paid - not applicable.

5. Portion of Company's profits that may be paid as ordinary dividends - no significant change.

6. Restrictions on unassigned funds (surplus) - not applicable.

7. Advances to surplus not repaid - not applicable.

8. Total amount of stock held by the Company for special purposes - not applicable.

9. Changes in balances of any special surplus funds from the prior year - not applicable.

10. The portion of unassigned funds (surplus) represented or reduced by cumulative unrealized gains and losses - no significant change.

11. Surplus Notes - not applicable.

12. The impact of any restatement due to a quasi-reorganization - not applicable.

13. The effective date of any quasi-reorganization - not applicable.

### 14. CONTINGENCIES

No significant change.

### 15. LEASES

No significant change.

### 16. INFORMATION ABOUT FINANCIAL INSTRUMENTS WITH OFF-BALANCE SHEET RISK AND FINANCIAL INSTRUMENTS WITH CONCENTRATIONS OF CREDIT RISK

HAP uses futures contracts to hedge the aggregate interest rate in its fixed-income investment portfolio. HAP has entered into exchange-traded securities futures whereby it has agreed to both deliver and receive treasury securities at a specified date. Other than payment of an initial margin, no cash is exchanged at the outset of the contract and neither party makes principal payments. These transactions are entered into pursuant to a master agreement that provides for a payment of variation margin on a daily basis.

Under exchange-traded securities futures, HAP agrees to purchase a specified number of contracts with other parties and to post variation margin on a daily basis in an amount equal to the difference in the daily market values of the contracts. The parties with whom HAP enters into exchange-traded futures are regulated futures commissions merchants who are members of a trading exchange.

HAP is exposed to credit-related losses in the event of nonperformance by counterparties to financial instruments, but it does not expect any counterparties to fail to meet their obligations given their high credit ratings. Because exchange-traded futures are affected through a regulated exchange and positions are marked to market on a daily basis, HAP has little exposure to credit-related losses in the event of nonperformance by counterparties to its futures contracts. The credit exposure of exchange-traded

## NOTES TO FINANCIAL STATEMENTS

instruments is represented by the negative change, if any, in the market value of contracts from the market value at the reporting date.

HAP is required to put up initial margin for any futures contracts that are entered into. The amount that is required is determined by the exchange on which it is traded. Maintenance margin may be required. HAP currently puts up cash to satisfy this initial margin requirement. As of June 30, 2010, HAP has posted initial margin of \$8,000 and has a receivable for variation margin of \$660.

The current exposure of HAP's derivative contracts is limited to the market value at the reporting date. Credit risk is managed by entering into transactions with creditworthy counterparties. HAP's investment managers also attempt to minimize exposure to credit risk through the use of various credit monitoring methods. HAP has entered into derivative contracts with investment grade counterparties.

### **17. SALE, TRANSFER AND SERVICING OF FINANCIAL ASSETS AND EXTINGUISHMENTS OF LIABILITIES**

Not applicable.

### **18. GAIN OR LOSS TO THE REPORTING ENTITY FROM UNINSURED PLANS AND THE UNINSURED PORTION OF PARTIALLY UNINSURED PLANS**

- A. ASO Plans - Not applicable.
- B. ASC Plans - Not applicable.
- C. Medicare or Similarly Structured Cost Based Reimbursement Contract - No significant change.

### **19. DIRECT PREMIUM WRITTEN/PRODUCED BY MANAGING GENERAL AGENTS/THIRD PARTY ADMINISTRATION**

Not applicable.

### **20. OTHER ITEMS**

- A. Extraordinary Items - Not applicable.
- B. Troubled Debt Restructuring - Not applicable.
- C. Other Disclosures - No significant change.
- D. Uncollectible Premium Balances, Bills Receivable for Premiums, Amounts Due From Agents and Brokers, Uninsured Plans or Restropectively Rated Contracts - No significant change.
- E. Business Interruption Insurance Recoveries - Not applicable.

### **21. EVENTS SUBSEQUENT**

Not applicable.

### **22. REINSURANCE**

Not applicable.

### **23. RETROSPECTIVELY RATED CONTRACTS & CONTRACTS SUBJECT TO REDETERMINATION**

No significant change.

### **24. CHANGE IN INCURRED CLAIMS AND CLAIM ADJUSTMENT EXPENSES**

Claims and claims adjustment expense reserves as of December 31, 2009 were \$116,757,000. As of June 30, 2010 \$69,305,000 has been paid for incurred claims and claims adjustment expenses attributable to insured events of prior years. Claims and claims adjustment expense reserves remaining for prior years are now \$28,305,000. Changes in actuarial estimates of reserves attributable to insured events of prior years reflect revisions in estimates of medical cost trends and changes in claims processing patterns.

### **25. INTERCOMPANY POOLING ARRANGEMENTS**

Not applicable.

### **26. STRUCTURED SETTLEMENTS**

Not applicable.

NOTES TO FINANCIAL STATEMENTS

27. HEALTHCARE RECEIVABLES

- A. Pharmaceutical Rebate Receivables - No significant change.
- B. Risk Sharing Receivables - Not applicable

28. PARTICIPATING POLICIES

Not applicable.

29. PREMIUM DEFICIENCY RESERVES

Not applicable.

30. ANTICIPATED SALVAGE AND SUBROGATION

Not applicable.

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES  
GENERAL

- 1.1

Did the reporting entity experience any material transactions requiring the filing of Disclosure of Material Transactions with the State of Domicile, as required by the Model Act? .....

Yes ☐ No ☒
- 1.2

If yes, has the report been filed with the domiciliary state? .....

Yes ☐ No ☐
- 2.1

Has any change been made during the year of this statement in the charter, by-laws, articles of incorporation, or deed of settlement of the reporting entity? .....

Yes ☐ No ☒
- 2.2

If yes, date of change: .....
3.

Have there been any substantial changes in the organizational chart since the prior quarter end? .....

Yes ☐ No ☒

If yes, complete the Schedule Y - Part 1 - organizational chart.
- 4.1

Has the reporting entity been a party to a merger or consolidation during the period covered by this statement? .....

Yes ☐ No ☒
- 4.2

If yes, provide the name of entity, NAIC Company Code, and state of domicile (use two letter state abbreviation) for any entity that has ceased to exist as a result of the merger or consolidation.

1 Name of Entity	2 NAIC Company Code	3 State of Domicile
.....	.....	.....
.....	.....	.....
.....	.....	.....

5.

If the reporting entity is subject to a management agreement, including third-party administrator(s), managing general agent(s), attorney-in-fact, or similar agreement, have there been any significant changes regarding the terms of the agreement or principals involved? .....

Yes ☐ No ☐ NA ☒

If yes, attach an explanation.
- 6.1

State as of what date the latest financial examination of the reporting entity was made or is being made. ....

12/31/2006
- 6.2

State the as of date that the latest financial examination report became available from either the state of domicile or the reporting entity. This date should be the date of the examined balance sheet and not the date the report was completed or released. ....

12/31/2006
- 6.3

State as of what date the latest financial examination report became available to other states or the public from either the state of domicile or the reporting entity. This is the release date or completion date of the examination report and not the date of the examination (balance sheet date). ....

06/24/2008
- 6.4

By what department or departments?  
The Michigan Office of Financial and Insurance Regulation.....
- 6.5

Have all financial statement adjustments within the latest financial examination report been accounted for in a subsequent financial statement filed with Departments? .....

Yes ☒ No ☐ NA ☐
- 6.6

Have all of the recommendations within the latest financial examination report been complied with? .....

Yes ☒ No ☐ NA ☐
- 7.1

Has this reporting entity had any Certificates of Authority, licenses or registrations (including corporate registration, if applicable) suspended or revoked by any governmental entity during the reporting period? .....

Yes ☐ No ☒
- 7.2

If yes, give full information:  
Not applicable.....
- 8.1

Is the company a subsidiary of a bank holding company regulated by the Federal Reserve Board?.....

Yes ☐ No ☒
- 8.2

If response to 8.1 is yes, please identify the name of the bank holding company.  
Not applicable.....
- 8.3

Is the company affiliated with one or more banks, thrifts or securities firms?.....

Yes ☐ No ☒
- 8.4

If response to 8.3 is yes, please provide below the names and location (city and state of the main office) of any affiliates regulated by a federal regulatory services agency [i.e. the Federal Reserve Board (FRB), the Office of the Comptroller of the Currency (OCC), the Office of Thrift Supervision (OTS), the Federal Deposit Insurance Corporation (FDIC) and the Securities Exchange Commission (SEC)] and identify the affiliate's primary federal regulator.]

1 Affiliate Name	2 Location (City, State)	3 FRB	4 OCC	5 OTS	6 FDIC	7 SEC
.....	.....	.....	.....	.....	.....	.....
.....	.....	.....	.....	.....	.....	.....
.....	.....	.....	.....	.....	.....	.....
.....	.....	.....	.....	.....	.....	.....

GENERAL INTERROGATORIES

- 9.1

Are the senior officers (principal executive officer, principal financial officer, principal accounting officer or controller, or persons performing similar functions) of the reporting entity subject to a code of ethics, which includes the following standards? .....  
(a) Honest and ethical conduct, including the ethical handling of actual or apparent conflicts of interest between personal and professional relationships;  
(b) Full, fair, accurate, timely and understandable disclosure in the periodic reports required to be filed by the reporting entity;  
(c) Compliance with applicable governmental laws, rules and regulations;  
(d) The prompt internal reporting of violations to an appropriate person or persons identified in the code; and  
(e) Accountability for adherence to the code.

Yes [X] No [ ]
- 9.11

If the response to 9.1 is No, please explain:  
Not applicable.....
- 9.2

Has the code of ethics for senior managers been amended? .....

Yes [ ] No [X]
- 9.21

If the response to 9.2 is Yes, provide information related to amendment(s).  
Not applicable.....
- 9.3

Have any provisions of the code of ethics been waived for any of the specified officers? .....

Yes [ ] No [X]
- 9.31

If the response to 9.3 is Yes, provide the nature of any waiver(s).  
Not applicable.....

FINANCIAL

- 10.1

Does the reporting entity report any amounts due from parent, subsidiaries or affiliates on Page 2 of this statement? .....

Yes [ ] No [X]
- 10.2

If yes, indicate any amounts receivable from parent included in the Page 2 amount:..... \$ .....0

INVESTMENT

- 11.1

Were any of the stocks, bonds, or other assets of the reporting entity loaned, placed under option agreement, or otherwise made available for use by another person? (Exclude securities under securities lending agreements.) .....

Yes [ ] No [X]
- 11.2

If yes, give full and complete information relating thereto:  
Not applicable.....
12.

Amount of real estate and mortgages held in other invested assets in Schedule BA: ..... \$ .....0
13.

Amount of real estate and mortgages held in short-term investments: ..... \$ .....0
- 14.1

Does the reporting entity have any investments in parent, subsidiaries and affiliates? .....

Yes [X] No [ ]
- 14.2

If yes, please complete the following:

		1		2
		Prior Year-End		Current Quarter
		Book/Adjusted		Book/Adjusted
		Carrying Value		Carrying Value
14.21	Bonds .....	\$ .....	\$ .....	
14.22	Preferred Stock .....	\$ .....	\$ .....	
14.23	Common Stock .....	\$ 22,897,995	\$ 24,004,372	
14.24	Short-Term Investments .....	\$ .....	\$ .....	
14.25	Mortgage Loans on Real Estate .....	\$ .....	\$ .....	
14.26	All Other .....	\$ .....	\$ .....	
14.27	Total Investment in Parent, Subsidiaries and Affiliates (Subtotal Lines 14.21 to 14.26).....	\$ 22,897,995	\$ 24,004,372	
14.28	Total Investment in Parent included in Lines 14.21 to 14.26 above .....	\$ .....	\$ .....	

- 15.1

Has the reporting entity entered into any hedging transactions reported on Schedule DB? .....

Yes [X] No [ ]
- 15.2

If yes, has a comprehensive description of the hedging program been made available to the domiciliary state? .....

Yes [ ] No [X]
- If no, attach a description with this statement.

GENERAL INTERROGATORIES

16. Excluding items in Schedule E – Part 3 – Special Deposits, real estate, mortgage loans and investments held physically in the reporting entity's offices, vaults or safety deposit boxes, were all stocks, bonds and other securities, owned throughout the current year held pursuant to a custodial agreement with a qualified bank or trust company in accordance with Section 1, III - General Examination Considerations, F. Outsourcing of Critical Functions, Custodial or Safekeeping Agreements of the NAIC *Financial Condition Examiners Handbook*? .....

Yes [X] No [ ]

16.1 For all agreements that comply with the requirements of the NAIC *Financial Condition Examiners Handbook*, complete the following:

1 Name of Custodian(s)	2 Custodian Address
The Northern Trust Company.....	Chicago Illinois.....
Comerica Bank NA.....	Detroit Michigan.....

16.2 For all agreements that do not comply with the requirements of the NAIC *Financial Condition Examiners Handbook*, provide the name, location and a complete explanation:

1 Name(s)	2 Location(s)	3 Complete Explanation(s)
Not applicable.....		

16.3 Have there been any changes, including name changes, in the custodian(s) identified in 16.1 during the current quarter? .....

Yes [ ] No [X]

16.4 If yes, give full and complete information relating thereto:

1 Old Custodian	2 New Custodian	3 Date of Change	4 Reason
Not applicable.....			

16.5 Identify all investment advisors, brokers/dealers or individuals acting on behalf of broker/dealers that have access to the investment accounts, handle securities and have authority to make investments on behalf of the reporting entity:

1 Central Registration Depository	2 Name(s)	3 Address
Not applicable.....	Brian Gamble.....	Detroit Michigan.....
104559.....	PIMCO.....	New York New York.....
107105.....	Blackrock.....	New York New York.....
104863.....	Income Research and Management.....	Boston Massachusetts.....

17.1 Have all the filing requirements of the *Purposes and Procedures Manual* of the NAIC Securities Valuation Office been followed? .....

Yes [X] No [ ]

17.2 If no, list exceptions:

Not applicable.....



GENERAL INTERROGATORIES  
PART 2 - HEALTH

1 Operating Percentages	
1.1 A&H loss percent.....	93.0 %
1.2 A&H cost containment percent .....	0.5 %
1.3 A&H expense percent excluding cost containment expenses.....	6.4 %
2.1 Do you act as a custodian for health savings accounts?.....	Yes [ ] No [X]
2.2 If yes, please provide the amount of custodial funds held as of the reporting date.....	\$ 0
2.3 Do you act as an administrator for health savings accounts?.....	Yes [ ] No [X]
2.4 If yes, please provide the balance of the funds administered as of the reporting date.....	\$ 0

## Showing All New Reinsurance Treaties - Current Year to Date

1	2	3	4	5	6	7
NAIC Company Code	Federal ID Number	Effective Date	Name of Reinsurer	Location	Type of Reinsurance Ceded	Is Insurer Authorized? (Yes or No)
			NONE			

SCHEDULE T - PREMIUMS AND OTHER CONSIDERATIONS

Current Year to Date - Allocated by States and Territories										
States, Etc.	1	Direct Business Only								
		2	3	4	5	6	7	8	9	
	Active Status	Accident & Health Premiums	Medicare Title XVIII	Medicaid Title XIX	Federal Employees Health Benefits Program Premiums	Life & Annuity Premiums & Other Considerations	Property/Casualty Premiums	Total Columns 2 Through 7	Deposit-Type Contracts	
1. Alabama	AL	N						0		
2. Alaska	AK	N						0		
3. Arizona	AZ	N						0		
4. Arkansas	AR	N						0		
5. California	CA	N						0		
6. Colorado	CO	N						0		
7. Connecticut	CT	N						0		
8. Delaware	DE	N						0		
9. Dist. of Columbia	DC	N						0		
10. Florida	FL	N						0		
11. Georgia	GA	N						0		
12. Hawaii	HI	N						0		
13. Idaho	ID	N						0		
14. Illinois	IL	N						0		
15. Indiana	IN	N						0		
16. Iowa	IA	N						0		
17. Kansas	KS	N						0		
18. Kentucky	KY	N						0		
19. Louisiana	LA	N						0		
20. Maine	ME	N						0		
21. Maryland	MD	N						0		
22. Massachusetts	MA	N						0		
23. Michigan	MI	L	584,969,099	213,903,070	50,204,938			849,077,107		
24. Minnesota	MN	N						0		
25. Mississippi	MS	N						0		
26. Missouri	MO	N						0		
27. Montana	MT	N						0		
28. Nebraska	NE	N						0		
29. Nevada	NV	N						0		
30. New Hampshire	NH	N						0		
31. New Jersey	NJ	N						0		
32. New Mexico	NM	N						0		
33. New York	NY	N						0		
34. North Carolina	NC	N						0		
35. North Dakota	ND	N						0		
36. Ohio	OH	N						0		
37. Oklahoma	OK	N						0		
38. Oregon	OR	N						0		
39. Pennsylvania	PA	N						0		
40. Rhode Island	RI	N						0		
41. South Carolina	SC	N						0		
42. South Dakota	SD	N						0		
43. Tennessee	TN	N						0		
44. Texas	TX	N						0		
45. Utah	UT	N						0		
46. Vermont	VT	N						0		
47. Virginia	VA	N						0		
48. Washington	WA	N						0		
49. West Virginia	WV	N						0		
50. Wisconsin	WI	N						0		
51. Wyoming	WY	N						0		
52. American Samoa	AS	N						0		
53. Guam	GU	N						0		
54. Puerto Rico	PR	N						0		
55. U.S. Virgin Islands	VI	N						0		
56. Northern Mariana Islands	MP	N						0		
57. Canada	CN	N						0		
58. Aggregate other alien	OT	XXX	0	0	0	0	0	0	0	
59. Subtotal	XXX	584,969,099	213,903,070	0	50,204,938	0	0	849,077,107	0	
60. Reporting entity contributions for Employee Benefit Plans	XXX	2,960,676						2,960,676		
61. Total (Direct Business)	(a) 1	587,929,775	213,903,070	0	50,204,938	0	0	852,037,783	0	
DETAILS OF WRITE-INS										
5801.	XXX							0		
5802.	XXX							0		
5803.	XXX							0		
5898. Summary of remaining write-ins for Line 58 from overflow page	XXX	0	0	0	0	0	0	0	0	
5899. Totals (Lines 5801 through 5803 plus 5898) (Line 58 above)	XXX	0	0	0	0	0	0	0		

(L) Licensed or Chartered - Licensed Insurance Carrier or Domiciled RRG; (R) Registered - Non-domiciled RRGs; (Q) Qualified - Qualified or Accredited Reinsurer; (E) Eligible - Reporting Entities eligible or approved to write Surplus Lines in the state; (N) None of the above - Not allowed to write business in the state.  
(a) Insert the number of L responses except for Canada and other Alien.

**SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP**  
**PART 1 - ORGANIZATIONAL CHART**

NONE

SUPPLEMENTAL EXHIBITS AND SCHEDULES INTERROGATORIES

The following supplemental reports are required to be filed as part of your statement filing. However, in the event that your company does not transact the type of business for which the special report must be filed, your response of **NO** to the specific interrogatory will be accepted in lieu of filing a "NONE" report and a bar code will be printed below. If the supplement is required of your company but is not being filed for whatever reason enter **SEE EXPLANATION** and provide an explanation following the interrogatory questions.

RESPONSE

1. Will the Medicare Part D Coverage Supplement be filed with the state of domicile and the NAIC with this statement?

.....SEE EXPLANATION.....

Explanation:

1. HAP offers Medicare Part D coverage through a Medicare Advantage program

Bar Code:

STATEMENT AS OF JUNE 30, 2010 OF THE Health Alliance Plan of Michigan

OVERFLOW PAGE FOR WRITE-INS

MQ002 Additional Aggregate Lines for Page 02 Line 24.  
\*ASSETS

	1	2	3	4
	Assets	Nonadmitted Assets	Net Admitted Assets (Cols. 1 - 2)	December 31 Prior Year Net Admitted Assets
2404. Other Receivables.....	2,510		2,510	37,791
2405. ....			0	
2406. ....			0	0
2497. Summary of remaining write-ins for Line 24 from Page 02	2,510	0	2,510	37,791

SCHEDULE A – VERIFICATION

Real Estate

	1	2
	Year To Date	Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year .....	2,443,244	2,374,378
2. Cost of acquired:		
2.1 Actual cost at time of acquisition .....	310,297	489,988
2.2 Additional investment made after acquisition .....		.0
3. Current year change in encumbrances .....		.0
4. Total gain (loss) on disposals .....		.0
5. Deduct amounts received on disposals .....		.0
6. Total foreign exchange change in book/adjusted carrying value .....		.0
7. Deduct current year's other than temporary impairment recognized .....		.0
8. Deduct current year's depreciation .....	223,038	421,123
9. Book/adjusted carrying value at the end of current period (Lines 1+2+3+4-5+6-7-8)	2,530,503	2,443,244
10. Deduct total nonadmitted amounts .....	1,748,922	1,647,104
11. Statement value at end of current period (Line 9 minus Line 10)	781,581	796,140

SCHEDULE B – VERIFICATION

Mortgage Loans

	1	2
	Year To Date	Prior Year Ended December 31
1. Book value/recorded investment excluding accrued interest, December 31 of prior year .....	0	0
2. Cost of acquired:		
2.1. Actual cost at time of acquisition .....		.0
2.2. Additional investment made after acquisition .....		.0
3. Capitalized deferred interest and other .....		.0
4. Accrual of discount .....		.0
5. Unrealized valuation increase (decrease) .....		.0
6. Total gain (loss) on disposals .....		.0
7. Deduct amounts received on disposals .....		.0
8. Deduct amortization of premium and mortgage interest points and commitment fees .....		.0
9. Total foreign exchange change in book value/recorded investment excluding accrued interest .....		.0
10. Deduct current year's other than temporary impairment recognized .....		.0
11. Book value/recorded investment excluding accrued interest at end of current period (Lines 1+2+3+4+5+6-7-8+9-10) .....	0	0
12. Total valuation allowance .....		0
13. Subtotal (Line 11 plus Line 12) .....	0	0
14. Deduct total nonadmitted amounts .....	0	0
15. Statement value at end of current period (Line 13 minus Line 14)	0	0

NONE

SCHEDULE BA – VERIFICATION

Other Long-Term Invested Assets

	1	2
	Year To Date	Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year .....	26,682,854	23,121,921
2. Cost of acquired:		
2.1. Actual cost at time of acquisition .....		886,406
2.2. Additional investment made after acquisition .....		.0
3. Capitalized deferred interest and other .....		.0
4. Accrual of discount .....		.0
5. Unrealized valuation increase (decrease) .....	(1,965,548)	3,033,524
6. Total gain (loss) on disposals .....	3,165,957	(1,236)
7. Deduct amounts received on disposals .....	27,883,264	357,762
8. Deduct amortization of premium and depreciation .....		.0
9. Total foreign exchange change in book/adjusted carrying value .....		.0
10. Deduct current year's other than temporary impairment recognized .....		.0
11. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5+6-7-8+9-10) .....	0	26,682,854
12. Deduct total nonadmitted amounts .....	0	0
13. Statement value at end of current period (Line 11 minus Line 12)	0	26,682,854

SCHEDULE D – VERIFICATION

Bonds and Stocks

	1	2
	Year To Date	Prior Year Ended December 31
1. Book/adjusted carrying value of bonds and stocks, December 31 of prior year .....	105,481,103	115,451,688
2. Cost of bonds and stocks acquired .....	123,796,306	4,228,829
3. Accrual of discount .....		.0
4. Unrealized valuation increase (decrease) .....	4,369,343	11,253,493
5. Total gain (loss) on disposals .....	315,109	(186)
6. Deduct consideration for bonds and stocks disposed of .....	35,299,806	25,452,723
7. Deduct amortization of premium .....		.0
8. Total foreign exchange change in book/adjusted carrying value .....		.0
9. Deduct current year's other than temporary impairment recognized .....		.0
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9) .....	198,662,056	105,481,103
11. Deduct total nonadmitted amounts .....	0	0
12. Statement value at end of current period (Line 10 minus Line 11)	198,662,056	105,481,103

STATEMENT AS OF JUNE 30, 2010 OF THE Health Alliance Plan of Michigan

SCHEDULE D - PART 1B

Showing the Acquisitions, Dispositions and Non-Trading Activity  
During the Current Quarter for all Bonds and Preferred Stock by Rating Class

	1 Book/Adjusted Carrying Value Beginning of Current Quarter	2 Acquisitions During Current Quarter	3 Dispositions During Current Quarter	4 Non-Trading Activity During Current Quarter	5 Book/Adjusted Carrying Value End of First Quarter	6 Book/Adjusted Carrying Value End of Second Quarter	7 Book/Adjusted Carrying Value End of Third Quarter	8 Book/Adjusted Carrying Value December 31 Prior Year
<b>BONDS</b>								
1. Class 1 (a).....	260,761,266	1,984,075,809	1,951,554,884	461,203	260,761,266	293,743,394	0	235,807,164
2. Class 2 (a).....	0	7,118,543		71	0	7,118,614	0	0
3. Class 3 (a).....	0				0	0	0	0
4. Class 4 (a).....	0				0	0	0	0
5. Class 5 (a).....	0				0	0	0	0
6. Class 6 (a).....	0				0	0	0	0
7. Total Bonds	260,761,266	1,991,194,353	1,951,554,884	461,274	260,761,266	300,862,009	0	235,807,164
<b>PREFERRED STOCK</b>								
8. Class 1 .....	0				0	0	0	0
9. Class 2 .....	0				0	0	0	0
10. Class 3 .....	0				0	0	0	0
11. Class 4 .....	0				0	0	0	0
12. Class 5 .....	0				0	0	0	0
13. Class 6 .....	0				0	0	0	0
14. Total Preferred Stock.....	0	0	0	0	0	0	0	0
15. Total Bonds & Preferred Stock	260,761,266	1,991,194,353	1,951,554,884	461,274	260,761,266	300,862,009	0	235,807,164

(a) Book/Adjusted Carrying Value column for the end of the current reporting period includes the following amount of non-rated short-term and cash equivalent bonds by NAIC designation: NAIC 1 \$ \_\_\_\_\_ ; NAIC 2 \$ \_\_\_\_\_ ;  
NAIC 3 \$ \_\_\_\_\_ ; NAIC 4 \$ \_\_\_\_\_ ; NAIC 5 \$ \_\_\_\_\_ ; NAIC 6 \$ \_\_\_\_\_



SCHEDULE DA - PART 1

Short-Term Investments

	1	2	3	4	5
	Book/Adjusted Carrying Value	Par Value	Actual Cost	Interest Collected Year To Date	Paid for Accrued Interest Year To Date
9199999	204,409,283	XXX	204,427,968	101,343	53,508

SCHEDULE DA - VERIFICATION

Short-Term Investments

	1	2
	Year To Date	Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year.....	235,807,164	145,419,221
2. Cost of short-term investments acquired .....	1,094,583,084	2,405,699,589
3. Accrual of discount .....		0
4. Unrealized valuation increase (decrease).....	77,554	(117,171)
5. Total gain (loss) on disposals .....	691,828	(544,063)
6. Deduct consideration received on disposals .....	1,126,750,347	2,314,650,412
7. Deduct amortization of premium.....		0
8. Total foreign exchange change in book/adjusted carrying value.....		0
9. Deduct current year's other than temporary impairment recognized.....		0
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9).....	204,409,283	235,807,164
11. Deduct total nonadmitted amounts.....		0
12. Statement value at end of current period (Line 10 minus Line 11)	204,409,283	235,807,164

SCHEDULE DB - PART A - VERIFICATION

Options, Caps, Floors, Collars, Swaps and Forwards

1.	Book/Adjusted Carrying Value, December 31, prior year (Line 8, prior year)	
2.	Cost (Paid)/Consideration Received on additions	
3.	Unrealized Valuation increase/(decrease)	
4.	Total gain (loss) on termination recognized	NONE
5.	Considerations received/(paid) on terminations	
6.	Amortization	
7.	Adjustment to the Book/Adjusted Carrying Value of hedged item	
8.	Total foreign exchange change in Book/Adjusted Carrying Value	
9.	Book/Adjusted Carrying Value at End of Current Period (Lines 1+2+3+4-5+6+7+8)	0
10.	Deduct nonadmitted assets	
11.	Statement value at end of current period (Line 9 minus Line 10)	0

SCHEDULE DB - PART B - VERIFICATION

Futures Contracts

1.	Book/Adjusted carrying value, December 31 of prior year	
2.	Net cash deposits (Section 1, Broker Name/Net Cash Deposits Footnote)	8,000
3.1	Change in variation margin on open contracts	
3.2	Add:	
	Change in adjustment to basis of hedged item	
	3.21 Section 1, Column 16, current year to date minus	0
	3.22 Section 1, Column 16, prior year	0
	Change in amount recognized	
	3.23 Section 1, Column 15, current year to date minus	(656)
	3.24 Section 1, Column 15, prior year	(656) (656)
3.3	Subtotal (Line 3.1 minus Line 3.2)	656
4.1	Variation margin on terminated contracts during the year	
4.2	Less:	
	4.21 Amount used to adjust basis of hedged item	
	4.22 Amount recognized	0
4.3	Subtotal (Line 4.1 minus Line 4.2)	0
5.	Dispositions gains (losses) on contracts terminated in prior year:	
	5.1 Recognized	
	5.2 Used to adjust basis of hedged items	
6.	Book/Adjusted carrying value at end of current period (Lines 1+2+3.3-4.3-5.1-5.2)	8,656
7.	Deduct total nonadmitted amounts	
8.	Statement value at end of current period (Line 6 minus Line 7)	8,656

Schedule DB - Part C - Section 1

NONE

Schedule DB - Part C - Section 2

NONE

SCHEDULE DB - VERIFICATION

Verification of Book/Adjusted Carrying Value, Fair Value and Potential Exposure of all Open Derivative Contracts

Book/Adjusted Carrying Value Check

1.	Part A, Section 1, Column 14.....	0	
2.	Part B, Section 1, Net Broker Cash Deposit Write-in (Footnote).....	8,000	
3.	Part B, Section 1 Column 17.....	0	
4.	Subtotal (Line 2 minus Line 3).....	8,000	
5.	Total (Line 1 plus Line 4).....		8,000
6.	Part D, Column 5.....	8,000	
7.	Part D, Column 6.....	0	
8.	Total (Line 5 minus Line 6 minus Line 7).....		0

Fair Value Check

9.	Part A, Section 1, Column 16.....	0	
10.	Part B, Section 1, Column 2 (Number of Contracts) multiplied by Column 12 (Reporting Date Price).....	8,000	
11.	Total (Line 9 plus Line 10).....		8,000
12.	Part D, Column 8.....	8,000	
13.	Part D, Column 9.....	0	
14.	Total (Line 11 minus Line 12 minus Line 13).....		0

Potential Exposure Check

15.	Part A, Section 1, Column 21.....	0	
16.	Part B, Section 1, Column 18.....	8,000	
17.	Part D, Column 11.....	8,000	
18.	Total (Line 15 plus Line 16 minus Line 17) .....		0

SCHEDULE E - VERIFICATION  
(Cash Equivalents)

	1 Year To Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year.....	0	64,500,000
2. Cost of cash equivalents acquired .....	1,372,259,848	904,015,774
3. Accrual of discount .....		0
4. Unrealized valuation increase (decrease) .....	94	0
5. Total gain (loss) on disposals.....	4	9,310
6. Deduct consideration received on disposals .....	1,372,084,537	968,525,084
7. Deduct amortization of premium .....		0
8. Total foreign exchange change in book/adjusted carrying value .....		0
9. Deduct current year's other than temporary impairment recognized .....		0
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9) .....	175,409	0
11. Deduct total nonadmitted amounts .....		0
12. Statement value at end of current period (Line 10 minus Line 11)	175,409	0

## EO1

NONE

NONE

[illegible]

## E02

NONE

NONE

NONE

[illegible]

## E03

NONE

[illegible]

## E03

1  CUSIP Identification	2  Name or Description	Location		5  Name of Purchaser or Nature of Disposal	6  Date Originally Acquired	7  Disposal Date	8  Book/ Adjusted Carrying Value Less Encumbrances Prior Year	Change in Book/Adjusted Carrying Value						15  Book/Adjusted Carrying Value Less Encumbrances on Disposal	16  Consideration	17  Foreign Exchange Gain (Loss) on Disposal	18  Realized Gain (Loss) on Disposal	19  Total Gain (Loss) on Disposal	20  Investment Income
		3  City	4  State					9  Unrealized Valuation Increase (Decrease)	10  Current Year's (Depreciation) or (Amortization)/ Accretion	11  Current Year's Other Than Temporary Impairment Recognized	12  Capitalized Deferred Interest and Other	13  Total Change in B./A.C.V. (9+10-11+12)	14  Total Foreign Exchange Change in B./A.C.V.						
Joint Venture Interests - Common Stock - Unaffiliated																			
000000-00-0	Western Assets Limited Duration Fund LLC	Wilmington	Delaware	Liquidated Fund	02/15/2005	05/14/2010	26,664,570	(1,964,201)	0	0	0	(1,964,201)	0	24,700,369	27,864,365	0	3,163,996	3,163,996	142
1599999 - Joint Venture Interests - Common Stocks - Unaffiliated																			
							26,664,570	(1,964,201)	0	0	0	(1,964,201)	0	24,700,369	27,864,365	0	3,163,996	3,163,996	142
3999999 - Subtotals Unaffiliated							26,664,570	(1,964,201)	0	0	0	(1,964,201)	0	24,700,369	27,864,365	0	3,163,996	3,163,996	142
4099999 - Subtotals Affiliated							0	0	0	0	0	0	0	0	0	0	0	0	0
4199999 TOTALS							26,664,570	(1,964,201)	0	0	0	(1,964,201)	0	24,700,369	27,864,365	0	3,163,996	3,163,996	142



STATEMENT AS OF JUNE 30, 2010 OF THE Health Alliance Plan of Michigan

SCHEDULE D - PART 3

Show All Long-Term Bonds and Stock Acquired During the Current Quarter

1	2	3	4	5	6	7	8	9	10
CUSIP Identification	Description	Foreign	Date Acquired	Name of Vendor	Number of Shares of Stock	Actual Cost	Par Value	Paid for Accrued Interest and Dividends	NAIC Designation or Market Indicator <sup>(*)</sup>
Bonds - U.S. Governments									
912828-NH-9	UNITED STATES TREAS NTS 06/15/2010		06/10/2010	GOLDMAN SACHS & CO NW YK DTC 005		6,968,031	7,000,000	.0	1
912828-NH-9	UNITED STATES TREAS NTS 06/15/2010		06/23/2010	JP MORGAN SECURITIES NW YK DTC		800,409	800,000	.221	1
912828-NH-9	UNITED STATES TREAS NTS 06/15/2010		06/24/2010	JP MORGAN SECURITIES NW YK DTC		500,783	500,000	.154	1
912828-NF-3	UNITED STATES TREAS NTS DTD 00294		06/10/2010	JP MORGAN SECURITIES NW YK DTC		1,000,746	1,000,000	.639	1
912828-NF-3	UNITED STATES TREAS NTS DTD 00294		06/11/2010	GREENWICH CAPITAL CONNETICUT		501,134	500,000	.406	1
912828-NL-0	US TREAS NTS 1.875 DUE 06-30-2015		06/24/2010	CITIGROUP GLOBAL MARKETS INC.		64,838	65,000	.0	1
912828-NL-0	US TREAS NTS 1.875 DUE 06-30-2015		06/24/2010	JP MORGAN SECURITIES NW YK DTC		39,900	40,000	.0	1
912828-NE-6	UTD STATES TREAS .75% DUE 05-31-2012		06/10/2010	JP MORGAN SECURITIES NW YK DTC		22,784,859	22,800,000	5,139	1
912828-MU-1	US TREAS NTS 1 DUE 03-31-2012		06/03/2010	CREDIT SUISSE FIRST BOSTON CORPORATION		9,569,864	9,530,000	16,925	1
912828-MW-7	US TREAS NTS DTD 00285 2.5 DUE		06/03/2010	CREDIT SUISSE FIRST BOSTON CORPORATION		2,852,072	2,800,000	12,432	1
912828-NH-9	UNITED STATES TREAS NTS		06/15/2010	GOLDMAN SACHS & CO NW YK DTC 005		15,958,125	16,000,000	.492	1
912828-NF-3	UNITED STATES TREAS NTS		06/15/2010	GOLDMAN SACHS & CO NW YK DTC 005		9,037,969	9,000,000	8,361	1
0399999 - Total - Bonds - U.S. Government						70,078,730	70,035,000	44,768	XXX
Bonds - All Other Government									
683234-8A-9	ONTARIO PROV CDA NT 4.1%	J	06/24/2010	RBC CAPITAL MARKETS CORPORATION		241,814	225,000	.333	1FE
1099999 - Total - Bonds - All Other Government						241,814	225,000	.333	XXX
Bonds - U.S. Special Revenue									
3133XL-D6-5	FED HOME LN BKS 5.375% DUE 06-13-2014		06/14/2010	MORGAN STANLEY & CO INC		169,182	150,000	.45	1
3133XL-WM-1	FHLB CONS BD DTD 08/03/2007 5.25		06/14/2010	PARIBAS SECURITIES NEW YORK		168,342	150,000	2,034	1
31359M-ZC-0	FNMA NT 4.375 10-15-2015		06/18/2010	GOLDMAN SACHS & CO NW YK DTC 005		219,074	200,000	1,531	1
31395M-Y8-6	FHLMC MULTICLASS SER 2931 CL AM 4.5		06/15/2010	MORGAN STANLEY & CO INC		568,943	539,442	1,618	1
31416R-R5-4	FNMA POOL #AA7707 ADJ RT		06/16/2010	CHASE SECURITIES INC (CSI)		434,984	419,341	1,002	1
31417T-RT-7	FNMA POOL #AC6797 ADJ RT		06/04/2010	CHASE SECURITIES INC (CSI)		486,571	469,072	986	1
38376G-RP-7	GNMA 2.6289999485% DUE 09-16-2033		06/16/2010	GREENWICH CAPITAL MARKETS INC.		244,596	241,000	.510	1
20272B-AK-0	COMMONWEALTH BANK AUST TRANCHE		06/16/2010	BARCLAYS BANK PLC NEW YORK		1,016,290	1,000,000	7,572	1FE
31737U-AF-5	FIN FOR DANISH IND A/S EUR GTD SR ME		06/16/2010	BARCLAYS BANK PLC NEW YORK		1,000,280	1,000,000	.729	1FE
252146-AA-1	DEXIA CR LOC ACTING THRU ITS NEW YORK		06/16/2010	DEUTSCHE ALEX BROWN NY DTC 0573		985,360	1,000,000	5,889	1FE
3128X9-ZJ-2	FED HOME LN MTG CORP FLTG		06/23/2010	RBC DOMINION SECS NEW YORK		679,436	680,000	.47	1
000000-00-0	FEDERAL HOME LN MTG CORP FHLM		06/15/2010	BARCLAYS BANK PLC NEW YORK		799,393	800,000	.0	1
3133XX-GW-1	FHLB 09-12-2011		06/10/2010	BARCLAYS BANK PLC NEW YORK		900,341	900,000	.355	1
31398A-UN-0	FNMA PREASSIGN 00445 4.1		06/29/2010	FTN FINANCIAL SERVICES		405,560	400,000	.592	1
313461-HC-1	FREDDIE MAC FLTG RT 12-14-2011		06/10/2010	UNION BANK OF SWIT NEW YK DTC 642		899,460	900,000	.0	1
31398R-W2-7	FANNIE MAE SER 2010-74 CL		06/29/2010	JP MORGAN SECURITIES NW YK DTC		450,281	450,000	.55	1
31398R-V8-5	FNMA REMIC FLTG SER 2010-74		06/29/2010	JP MORGAN SECURITIES NW YK DTC		450,211	450,000	.53	1
01F042-67-3	FNMA SINGLE FAMILY MORTGAGE 4.5% 30		06/16/2010	JP MORGAN SECURITIES NW YK DTC		512,656	500,000	.0	1
3199999 - Totals - Bonds - U.S. Special Revenue and Special Assessment and all Non-Guaranteed Obligations of Agencies and Authorities of Government and Their Political Subdivisions						10,390,960	10,248,855	23,019	XXX
Bonds - Industrial and Miscellaneous (Unaffiliated)									
55607E-AA-8	PVTPL MACQUARIE BK LTD SR MEDIUM TERM		06/24/2010	JP MORGAN SECURITIES NW YK DTC		240,851	225,000	.308	1FE
961214-BH-5	WESTPAC BKG CORP 4.2% DUE 02-27-2015		06/23/2010	FORTIS INV SERVS LLC, NY		129,585	125,000	1,765	1FE
125094-AB-8	PVTPL CDP FINL INC SR NT 144A 3C7 3%		06/24/2010	RBC CAPITAL MARKETS CORPORATION		252,330	250,000	.708	1FE
22303Q-AJ-9	COVIDIEN INTL FIN 1.875% DUE 06-15-2013		06/21/2010	MORGAN STANLEY & CO INC		299,640	300,000	.0	1FE
822582-AQ-5	SHELL INTL FIN B V 3.1% DUE 06-28-2015		06/21/2010	JP MORGAN SECURITIES NW YK DTC		169,883	170,000	.0	1FE
000000-00-0	MOUND FIN (NO.4) FR A/BKD 11/32		06/30/2010	MORGAN STANLEY INT. LDN (CST 50701)		211,862	175,000	.269	1FE
020002-AW-1	ALLSTATE CORP SR NT 6.2		06/18/2010	GOLDMAN SACHS & CO NW YK DTC 005		113,115	100,000	.637	1FE
060505-AX-2	BANK AMER CORP SR NT 4.875% DUE		06/18/2010	CITIGROUP GLOBAL MARKETS INC.		104,346	100,000	2,140	1FE
06051G-EB-1	BANK AMER FDG CORP 4.5%		06/16/2010	MERRILL LYNCH & CO. INC DTC161		124,744	125,000	1,563	1FE
06423A-AS-2	BANK ONE CORP 5.25% DUE 01-30-2013		06/17/2010	JP MORGAN SECURITIES NW YK DTC		532,105	500,000	10,354	1FE
073928-X7-3	BEAR STEARNS COS INC MEDIUM		06/16/2010	STIFEL NICOLAUS & CO NEW YORK		247,448	225,000	5,690	1FE
060505-BM-5	BK AMER CORP 5.375 DUE		06/16/2010	RBC CAPITAL MARKETS CORPORATION		130,130	125,000	.112	1FE
06406H-BQ-1	BK NEW YORK INC 2.95%		06/11/2010	UNION BANK OF SWIT NEW YK DTC 642		354,542	355,000	.0	1FE
14040H-AJ-4	CAP 1 FINL CORP 6.25%		06/18/2010	JP MORGAN SECURITIES NW YK DTC		110,248	100,000	.660	2FE
14040H-AQ-8	CAP 1 FINL CORP MTN 5.7		06/16/2010	JP MORGAN SECURITIES NW YK DTC		286,553	275,000	4,180	2FE
126650-BD-1	CYS CAREMARK CORP 5.75%		06/24/2010	JP MORGAN SECURITIES NW YK DTC		47,298	45,000	.963	2FE
25179S-AC-4	DEVON FING CORP U 6.875%		06/18/2010	DEUTSCHE ALEX BROWN NY DTC 0573		373,604	350,000	5,548	2FE
254683-AK-1	DISCOVER CARD FLTG RT 1.649689%		06/22/2010	CREDIT SUISSE FIRST BOSTON NEW YORK		254,375	250,000	.115	1FE
38143U-AW-1	GOLDMAN SACHS 5% DUE 10-01-2014		06/18/2010	CITIGROUP GLOBAL MARKETS INC.		155,769	150,000	1,708	1FE
38141G-DK-7	GOLDMAN SACHS GROUP INC NT 4.75		06/22/2010	GOLDMAN SACHS & CO NW YK DTC 005		207,910	200,000	4,222	1FE
45687A-AE-2	INGERSOLL-RAND GLOBAL HLDG CO LTD		06/22/2010	CREDIT SUISSE FIRST BOSTON NEW YORK		214,792	175,000	3,233	2FE
59217E-BZ-6	MET LIFE GLOBAL FDG I MEDIUM TE		06/18/2010	WACHOVIA CAPITAL MARKETS LLC		537,143	525,000	4,025	1FE

STATEMENT AS OF JUNE 30, 2010 OF THE Health Alliance Plan of Michigan

SCHEDULE D - PART 3

Show All Long-Term Bonds and Stock Acquired During the Current Quarter

1	2	3	4	5	6	7	8	9	10
CUSIP Identification	Description	Foreign	Date Acquired	Name of Vendor	Number of Shares of Stock	Actual Cost	Par Value	Paid for Accrued Interest and Dividends	NAIC Designation or Market Indicator <sup>(a)</sup>
61747Y-C0-6	MORGAN STANLEY 05/14/2010 VAR RT		06/22/2010	RBC CAPITAL MARKETS CORPORATION		252,134	250,000	855	1FE
61747Y-CF-0	MORGAN STANLEY 6%		06/18/2010	JP MORGAN SECURITIES NW YK DTC		209,124	200,000	1,333	1FE
744320-BK-0	PRUDENTIAL FINL INC MEDIUM TERM		06/28/2010	KEYBANC CAPITAL MARKETS INC		277,294	275,000	3,487	2FE
9612EA-AA-3	PVTPL WESTPAC SECS NZ LTD LONDON		06/22/2010	FORTIS INV SERVS LLC, NY		500,805	490,000	1,021	1FE
982526-AF-2	WRIGLEY WM JR CO 2.45%		06/21/2010	CITIGROUP GLOBAL MARKETS INC		224,926	225,000	0	2FE
88166B-AB-6	TEVA 1.5% DUE 06-15-2012		06/15/2010	GOLDMAN SACHS & CO NW YK DTC 005		229,775	230,000	0	1FE
88732J-AG-3	TIME WARNER CABLE 5.4% DUE 07-02-2012		06/21/2010	GOLDMAN SACHS & CO NW YK DTC 005		241,013	225,000	5,805	2FE
88732J-AK-4	TIME WARNER CABLE 6.2% DUE 07-01-2013		06/22/2010	FBS INVESTMENT SERVICES		166,959	150,000	4,495	2FE
92344G-AQ-9	VERIZON GLOBAL FDG CORP BD 6.875		06/16/2010	GOLDMAN SACHS & CO NW YK DTC 005		137,840	125,000	143	1FE
92344S-AN-0	VERIZON WIRELESS 5.25% DUE 02-01-2012		06/24/2010	DEUTSCHE ALEX BROWN NY DTC 0573		451,886	425,000	9,173	1FE
02005L-AC-8	ALLY AUTO 1.38% DUE 07-15-2014		06/18/2010	JP MORGAN SECURITIES NW YK DTC		434,962	435,000	0	1FE
06052M-AC-9	BK AMER AUTO TR 1.30999994278%		06/16/2010	BANK OF AMERICA INTL NEW YORK		434,988	435,000	0	1FE
80282F-AC-1	PVTPL SANTANDER DR AUTO RECEIVABLES		06/18/2010	JP MORGAN SECURITIES NW YK DTC		319,990	320,000	0	1FE
822582-AQ-5	SHELL INTL FIN B V 3.1% DUE 06-28-2015		06/21/2010	BANC AMERICA SECUR. MONTGOMERY DIV		259,821	260,000	0	1FE
2254C0-TC-1	CR SUISSE 1ST BSTN 5% DUE 05-15-2013		06/03/2010	CREDIT SUISSE FIRST BOSTON CORPORATION		298,105	280,000	894	1FE
00440E-AG-2	ACE INA HLDG INC 5.875% DUE 06-15-2014		06/23/2010	BANC AMERICA SECUR. MONTGOMERY DIV		298,134	270,000	573	1FE
03523T-AL-2	ANHEUSER BUSCH 3% DUE 10-15-2012		06/30/2010	RBC DAIN RAUSCHER		208,781	203,000	1,370	2FE
00206R-AF-9	AT&T INC GLOBAL NT 4.95% DUE		06/08/2010	CITIGROUP GLOBAL MARKETS INC		297,627	275,000	5,521	1FE
073928-X7-3	BEAR STEARNS COS INC MEDIUM TERM NTS		06/03/2010	CITIGROUP GLOBAL MARKETS INC		297,572	270,000	6,151	1FE
14912L-4F-5	CATERPILLAR FINL SVCS CORP MEDIUM TERM		06/10/2010	GREENWICH CAPITAL MARKETS CHASE		293,382	261,000	5,240	1FE
17275R-AG-7	CISCO SYS INC 2.9% DUE 11-17-2014		06/10/2010	UBS WARBURG LLC		289,515	282,000	636	1FE
172967-EU-1	CITIGROUP INC 6.5% DUE 08-19-2013		06/03/2010	RBC DAIN RAUSCHER		295,932	280,000	5,511	1FE
125720-AD-7	CME GROUP INC NT 5.75 DUE 02-01-2014 REG		06/09/2010	SOUTHWEST SECURITIES INC		243,639	220,000	4,182	1FE
22238H-GQ-7	COUNTRYWIDE FINL CORP MEDIUM TERM NTS		06/03/2010	CREDIT SUISSE FIRST BOSTON CORPORATION		299,712	285,000	46	1FE
24422E-QX-0	DEERE JOHN CAP CORP		06/10/2010	CITIGROUP GLOBAL MARKETS INC		319,722	320,000	0	1FE
36962G-4C-5	GEN ELEC CAP CORP 5.9% DUE 05-13-2014		06/03/2010	MERRILL PROFESSIONAL CLEARING CORP		301,340	275,000	1,127	1FE
38141E-A3-3	GOLDMAN SACHS 6% DUE 05-01-2014		06/08/2010	DEUTSCHE BANK SECURITIES INC		133,904	126,000	840	1FE
38141E-A3-3	GOLDMAN SACHS 6% DUE 05-01-2014		06/08/2010	FIRST TENNESSEE SECURITIES CORP		163,950	154,000	1,027	1FE
441812-JY-1	HSBC FINANCE CORPORATION CRP HI 7		06/03/2010	WALL STREET ACCESS		295,303	275,000	1,230	1FE
64953B-AP-3	NEW YORK LIFE 4.65% DUE 05-09-2013		06/07/2010	SOUTHWEST SECURITIES INC		149,983	140,000	561	1FE
629491-AA-9	NYSE EURONEXT 4.8% DUE 06-28-2013		06/03/2010	CITIGROUP GLOBAL MARKETS INC		295,870	275,000	5,867	1FE
744320-BE-4	PRUDENTIAL FINL INC MED TRM NTS		06/14/2010	CITIGROUP GLOBAL MARKETS INC		318,984	300,000	3,305	2FE
592179-J6-1	PVTPL METROPOLITAN LIFE		06/08/2010	SOUTHWEST SECURITIES INC		269,603	250,000	2,171	1FE
828807-CB-1	SIMON PPTY GROUP L 6.75% DUE 05-15-2014		06/11/2010	SOUTHWEST SECURITIES INC		277,853	250,000	1,453	1FE
88166B-AA-8	TEVA FLTG RT .93894% DUE 12-19-2011		06/15/2010	GOLDMAN SACHS & COMPANY		198,000	198,000	0	1FE
887317-AB-1	TIME WARNER INC 5.5% DUE 11-15-2011		06/08/2010	BNP PARIBAS SECURITIES BOND		295,632	280,000	1,112	2FE
89233P-4B-9	TOYOTA MTR CR CORP MEDIUM TERM NTS 3.2		06/14/2010	BANC AMERICA SECUR. MONTGOMERY DIV		199,752	200,000	0	1FE
90333W-AA-6	U S BK NATL ASSN MINNEAPOLIS MINN MED		06/07/2010	FIRST TENNESSEE SECURITIES CORP		264,720	250,000	5,711	1FE
92343V-AN-4	VERIZON 5.25% DUE 04-15-2013		06/10/2010	MORGAN STANLEY & CO INC. NEW YORK		298,111	273,000	2,389	1FE
92976W-BJ-4	WACHOVIA CORP 5.5% DUE 05-01-2013		06/03/2010	WACHOVIA CAPITAL MARKETS 46171		301,342	280,000	1,583	1FE
98385X-AC-0	XTO ENERGY INC 6.25% DUE 04-15-2013		06/29/2010	DEUTSCHE BANK SECURITIES INC		99,583	88,000	1,176	1FE
22545M-AB-3	CMO CR SUISSE COML MTG TR SER 2006-C4		06/21/2010	JEFFERIES & CO BONDS DIRECT DIVISION		376,822	370,000	1,267	1FE
22545L-AB-5	CR SUISSE CML MTG TR SER 2006-C5 MTG		06/22/2010	BARCLAYS CAPITAL FIXED INC		302,062	294,000	1,028	1FE
225458-VM-7	CMO CREDIT SUISSE 1ST BSTN MTG SECS		06/23/2010	CREDIT SUISSE FIRST BOSTON CORPORATION		482,280	480,329	1,625	1FE
22545L-AB-5	CR SUISSE CML MTG TR SER 2006-C5 MTG		06/23/2010	BARCLAYS CAPITAL FIXED INC		201,268	196,000	771	1FE
05522R-CB-2	BA CR CARD TR 2008-5 NT		06/29/2010	BANC AMERICA SECUR. MONTGOMERY DIV		301,085	298,000	218	1FE
161571-CW-2	CHASE ISSUANCE TR 4.26		06/28/2010	BARCLAYS CAPITAL FIXED INC		442,715	430,000	814	1FE
34529K-AB-2	FORD CR AUTO LEASE 1.04		06/28/2010	NOMURA SECURITIES INTERNATIONAL INC		501,450	501,000	232	1FE
55264T-CU-3	MBNA CR CARD MASTER NT TR		06/29/2010	CHASE SECURITIES INC (CSI)		302,834	303,000	72	1FE
136069-DF-5	PVTPL CANADIAN IMPERIAL BK		06/16/2010	WELLS FARGO NEW YORK		453,659	450,000	3,450	1FE
89152U-AC-6	TOTAL CAP 3% DUE 06-24-2015		06/17/2010	BARCLAYS BANK PLC NEW YORK		199,218	200,000	0	1FE
822582-AP-7	SHELL INTL FIN B V 0 DUE 06-28-2012		06/21/2010	BANK OF AMERICA INTL NEW YORK		450,000	450,000	0	1FE
78011C-AG-1	ROYAL BK SCOTLAND 1.5% DUE 03-30-2012		06/16/2010	BANK OF AMERICA INTL NEW YORK		998,710	1,000,000	875	1FE
013716-AR-6	ALCAN INC FORMERLY ALCAN		06/28/2010	BEAR STEARNS SECURITIES CORP		212,408	200,000	2,871	2FE
02580E-BV-4	AMERN EXPRESS BK FSB MEDIUM		06/10/2010	MORGAN STANLEY & CO INC		344,386	350,000	85	1FE
172967-FE-6	CITIGROUP INC 6% DUE 12-13-2013		06/10/2010	DEUTSCHE ALEX BROWN NY DTC 0573		407,592	400,000	0	1FE
199575-AX-9	COLUMBUS SOUTHN PWR CO NT		06/14/2010	BANK OF AMERICA INTL NEW YORK		449,366	450,000	12	1FE
22238H-GQ-7	COUNTRYWIDE FINL CORP MEDIUM		06/10/2010	DEUTSCHE ALEX BROWN NY DTC 0573		394,069	375,000	483	1FE
126408-GF-4	CSX CORP NT 5.3% DUE		06/14/2010	BANK OF AMERICA INTL NEW YORK		217,182	200,000	3,592	2FE
126650-BD-1	CVS CAREMARK CORP 5.75%		06/10/2010	DEUTSCHE ALEX BROWN NY DTC 0573		262,075	250,000	4,792	2FE
25179S-AC-4	DEVON FING CORP U 6.875%		06/30/2010	CITIGROUP GLOBAL MARKETS INC		213,262	200,000	3,667	2FE

STATEMENT AS OF JUNE 30, 2010 OF THE Health Alliance Plan of Michigan

SCHEDULE D - PART 3

Show All Long-Term Bonds and Stock Acquired During the Current Quarter

1	2	3	4	5	6	7	8	9	10
CUSIP Identification	Description	Foreign	Date Acquired	Name of Vendor	Number of Shares of Stock	Actual Cost	Par Value	Paid for Accrued Interest and Dividends	NAIC Designation or Market Indicator <sup>(a)</sup>
260543-BZ-5	DOW CHEM CO NT 4.85		06/15/2010	MORGAN STANLEY & CO INC		409,297	390,000	6,463	2FE
26884A-AW-3	ERP OPER LTD 5.5% DUE 10-01-2012		06/25/2010	CITIGROUP GLOBAL MARKETS INC		319,557	300,000	7,563	2FE
381416-EW-0	GOLDMAN SACHS GROUP INC SR NT		06/10/2010	WACHOVIA CAPITAL MARKETS LLC		242,500	250,000	148	1FE
40429J-AS-6	HSBC FIN CORP MEDIUM TERM NTS		06/10/2010	MORGAN STANLEY & CO INC		493,110	500,000	292	1FE
50075N-AB-0	KRAFT FOODS INC 5.625% DUE 11-01-2011		06/16/2010	BARCLAYS BANK PLC NEW YORK		473,355	450,000	3,516	2FE
69373U-AA-5	PACCAR INC MEDIUM TERM NTS		06/14/2010	BANK OF AMERICA INTL NEW YORK		344,577	300,000	6,990	1FE
69373U-AC-1	PACCAR INC MEDIUM TERM NTS		06/23/2010	RBC CAPITAL MARKETS CORPORATION		101,682	100,000	67	1FE
982526-AF-2	PVTP L WRIGLEY WM JR CO SR SECD NT		06/21/2010	CITIGROUP GLOBAL MARKETS INC		449,852	450,000	0	2FE
88166B-AA-8	TEVA FLT G RT .93894% DUE 12-19-2011		06/15/2010	GOLDMAN SACHS & CO NW YK DTC 005		350,000	350,000	0	1FE
887317-AB-1	TIME WARNER INC 5.5% DUE 11-15-2011		06/16/2010	BANK OF AMERICA INTL NEW YORK		658,888	625,000	3,438	1FE
91159H-GW-4	U S BANCORP MEDIUM 2% DUE 06-14-2013		06/09/2010	MORGAN STANLEY & CO INC		199,750	200,000	0	1FE
92976W-BK-1	WACHOVIA CORP GLOBAL MEDIUM TERM		06/22/2010	WACHOVIA CAPITAL MARKETS LLC		255,078	250,000	778	1FE
982526-AC-9	WRIGLEY WM JR CO NT FLT G RATE		06/25/2010	BEAR STEARNS SECURITIES CORP		250,763	250,000	27	2FE
17314J-AP-8	CITIBANK N A FDIC NT 1.25		06/29/2010	GOLDMAN SACHS & CO NW YK DTC 005		1,007,802	1,000,000	3,118	1FE
38146F-AB-7	GOLDMAN SACHS GROUP INC FDIC		06/23/2010	GOLDMAN SACHS & CO NW YK DTC 005		1,011,650	1,000,000	671	1FE
85744R-AB-8	ST STR BK & TR CO FDIC GTD SR NT		06/15/2010	RBC CAPITAL MARKETS CORPORATION		702,688	700,000	43	1FE
949744-AB-2	WELLS FARGO & CO FDIC GTD TLGP		06/16/2010	BEAR STEARNS SECURITIES CORP		710,031	700,000	324	1FE
06740M-JR-5	BARCLAYS BANK PLC NY DTD		06/17/2010	CHASE MANHATTAN NEW YORK DTC 1506		200,000	200,000	0	
3899999 - Totals - Bonds - Industrial and Miscellaneous (Unaffiliated)						31,938,857	30,862,329	193,472	XXX
Bonds - Hybrid Securities									
631103-AA-6	CB NASDAQ OMX GROUP CV SR NT CONV 2.5		06/04/2010	DEUTSCHE BANK SECURITIES INC		191,000	200,000	1,583	2FE
4899999 - Totals - Bonds - Hybrid Securities						191,000	200,000	1,583	XXX
8399997 - Subtotals- Bonds - Part 3						112,841,361	111,571,184	263,176	XXX
8399999 - Subtotals - Bonds						112,841,361	111,571,184	263,176	XXX
Common Stocks - Mutual Funds									
72201P-61-3	MFO PIMCO SHORT TERM FLOATING NAV PORT		06/21/2010	CHICAGO MUTUAL FUNDS	659,604.240	6,600,000		0	U
72201P-61-3	MFO PIMCO SHORT TERM FLOATING NAV PORT		06/23/2010	CHICAGO MUTUAL FUNDS	119,916.060	1,200,000		0	U
000000-00-0	JPMORGAN CORE BOND TRUST		06/30/2010	THE NORTHERN TRUST COMPANY	93,517.010	970,826		0	U
000000-00-0	MFB NORTHERN FUNDS INTL GROWTH EQUITY FD		06/16/2010	THE NORTHERN TRUST COMPANY	5,517.240	40,000		0	U
000000-00-0	MFB NORTHERN FUNDS FIXED INCOME FD		06/16/2010	THE NORTHERN TRUST COMPANY	40.910	422		0	U
000000-00-0	MFO PIMCO FDS PAC INVT MGMT SER ALL AST		06/17/2010	THE NORTHERN TRUST	36,435.420	430,667		0	U
9299999 - Total - Common Stocks - Mutual Funds						9,241,915	XXX	0	XXX
9799997 - Subtotals - Common Stocks - Part 3						9,241,915	XXX	0	XXX
9799999 - Subtotals - Common Stocks						9,241,915	XXX	0	XXX
9899999 - Subtotals- Preferred and Common Stocks						9,241,915	XXX	0	XXX
9999999 Totals						122,083,276	XXX	263,176	XXX

(a) For all common stock bearing the NAIC market indicator "U" provide: the number of such issues .....915,031 .

STATEMENT AS OF JUNE 30, 2010 OF THE Health Alliance Plan of Michigan

SCHEDULE D - PART 4

Show All Long-Term Bonds and Stock Sold, Redeemed or Otherwise Disposed of During the Current Quarter

1	2	3	4	5	6	7	8	9	10	Change in Book/Adjusted Carrying Value					16	17	18	19	20	21	22
										11	12	13	14	15							
CUSIP Identification	Description	F o r e i g n	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amortization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Change in B./A.C.V. (11+12-13)	Total Foreign Exchange Change in B./A.C.V.	Book/ Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/Stock Dividends Received During Year	Maturity Date	NAIC Design- ation or Market Indicator (a)
Bonds - U.S.	Governments																				
912828-NH-9...	UNITED STATES TREAS NTS 06/15/2010...		06/18/2010...			1,297,152	1,300,000	1,294,063					.0		1,294,063		3,089	3,089	.240	06/15/2013...	.1
912828-NH-9...	UNITED STATES TREAS NTS 06/15/2010...		06/21/2010...			299,331	300,000	298,630					.0		298,630		.701	.701	.65	06/15/2013...	.1
912828-NH-9...	UNITED STATES TREAS NTS 06/15/2010...		06/24/2010...			270,380	270,000	269,054					.0		269,054		1,325	1,325	.83	06/15/2013...	.1
912828-NH-9...	UNITED STATES TREAS NTS 06/15/2010...		06/28/2010...			150,503	150,000	149,475					.0		149,475		1,029	1,029	.65	06/15/2013...	.1
912828-NH-9...	UNITED STATES TREAS NTS 06/15/2010...		06/28/2010...			200,563	200,000	199,299					.0		199,299		1,263	1,263	.86	06/15/2013...	.1
912828-NH-9...	UNITED STATES TREAS NTS 06/15/2010...		06/29/2010...			502,069	500,000	498,249					.0		498,249		3,820	3,820	.231	06/15/2013...	.1
912828-NF-3...	UNITED STATES TREAS NTS DTD 00294 2.125%...		06/15/2010...			200,452	200,000	200,251					.0		200,251		.202	.202	.186	05/31/2015...	.1
912828-NF-3...	UNITED STATES TREAS NTS DTD 00294 2.125%...		06/18/2010...			502,850	500,000	500,627					.0		500,627		2,223	2,223	.610	05/31/2015...	.1
912828-NF-3...	UNITED STATES TREAS NTS DTD 00294 2.125%...		06/21/2010...			206,024	205,000	205,257					.0		205,257		.767	.767	.262	05/31/2015...	.1
912828-NF-3...	UNITED STATES TREAS NTS DTD 00294 2.125%...		06/23/2010...			115,925	115,000	115,144					.0		115,144		.781	.781	.160	05/31/2015...	.1
912828-NF-3...	UNITED STATES TREAS NTS DTD 00294 2.125%...		06/24/2010...			40,439	40,000	40,050					.0		40,050		.389	.389	.58	05/31/2015...	.1
912828-NF-3...	UNITED STATES TREAS NTS DTD 00294 2.125%...		06/24/2010...			217,536	215,000	215,269					.0		215,269		2,267	2,267	.312	05/31/2015...	.1
912828-NF-3...	UNITED STATES TREAS NTS DTD 00294 2.125%...		06/24/2010...			65,713	65,000	65,081					.0		65,081		.632	.632	.94	05/31/2015...	.1
912828-NE-6...	UTD STATES TREAS .75% DUE 05-31-2012...		06/16/2010...			500,018	500,000	499,668					.0		499,668		.350	.350	.174	05/31/2012...	.1
912828-NE-6...	UTD STATES TREAS .75% DUE 05-31-2012...		06/16/2010...			1,000,192	1,000,000	999,336					.0		999,336		.856	.856	.348	05/31/2012...	.1
912828-NE-6...	UTD STATES TREAS .75% DUE 05-31-2012...		06/18/2010...			500,389	500,000	499,668					.0		499,668		.721	.721	.215	05/31/2012...	.1
912828-NE-6...	UTD STATES TREAS .75% DUE 05-31-2012...		06/22/2010...			490,268	490,000	489,675					.0		489,675		.593	.593	.231	05/31/2012...	.1
912828-MU-1...	US TREAS NTS 1 DUE 03-31- 2012...		06/07/2010...			201,101	200,000	200,837					.0		200,837		.264	.264	.377	03/31/2012...	.1
912828-MU-1...	US TREAS NTS 1 DUE 03-31- 2012...		06/08/2010...			359,915	358,000	359,498					.0		359,498		.417	.417	.685	03/31/2012...	.1
912828-MU-1...	US TREAS NTS 1 DUE 03-31- 2012...		06/08/2010...			230,225	229,000	229,958					.0		229,958		.267	.267	.438	03/31/2012...	.1
912828-MU-1...	US TREAS NTS 1 DUE 03-31- 2012...		06/08/2010...			402,171	400,000	401,673					.0		401,673		.497	.497	.765	03/31/2012...	.1
912828-MU-1...	US TREAS NTS 1 DUE 03-31- 2012...		06/10/2010...			517,412	515,000	517,154					.0		517,154		.258	.258	1,013	03/31/2012...	.1
912828-MU-1...	US TREAS NTS 1 DUE 03-31- 2012...		06/10/2010...			444,019	442,000	443,849					.0		443,849		.170	.170	.870	03/31/2012...	.1
912828-MU-1...	US TREAS NTS 1 DUE 03-31- 2012...		06/14/2010...			422,295	420,000	421,757					.0		421,757		.539	.539	.872	03/31/2012...	.1
912828-MU-1...	US TREAS NTS 1 DUE 03-31- 2012...		06/23/2010...			223,447	222,000	222,929					.0		222,929		.519	.519	.522	03/31/2012...	.1
912828-MU-1...	US TREAS NTS 1 DUE 03-31- 2012...		06/30/2010...			263,933	262,000	263,096					.0		263,096		.837	.837	.659	03/31/2012...	.1
912828-MW-7...	US TREAS NTS DTD 00285 2.5...		06/04/2010...			343,923	335,000	341,230					.0		341,230		2,693	2,693	1,556	03/31/2015...	.1
912828-MW-7...	US TREAS NTS DTD 00285 2.5...		06/08/2010...			228,879	223,000	227,147					.0		227,147		1,732	1,732	1,066	03/31/2015...	.1
912828-MW-7...	US TREAS NTS DTD 00285 2.5...		06/09/2010...			174,322	170,000	173,162					.0		173,162		1,161	1,161	.824	03/31/2015...	.1
912828-MW-7...	US TREAS NTS DTD 00285 2.5...		06/10/2010...			280,521	275,000	280,114					.0		280,114		.406	.406	1,352	03/31/2015...	.1

## SCHEDULE D - PART 4

## SCHEDULE D - PART 4

1	2	3	4	5	6	7	8	9	10	Change in Book/Adjusted Carrying Value					16	17	18	19	20	21	22
										11	12	13	14	15							
CUSIP Identification	Description	Foreign	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amortization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Change in B./A.C.V. (11+12-13)	Total Foreign Exchange Change in B./A.C.V.	Book/ Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/Stock Dividends Received During Year	Maturity Date	NAIC Designation or Market Indicator (a)
912828-MW-7	US TREAS NTS DTD 00285 2.5		06/10/2010			216,256	212,000	215,943					0		215,943		313	313	1,043	03/31/2015	1
912828-MW-7	US TREAS NTS DTD 00285 2.5		06/11/2010			199,661	195,000	198,626					0		198,626		1,035	1,035	999	03/31/2015	1
912828-MW-7	US TREAS NTS DTD 00285 2.5		06/14/2010			199,616	195,000	198,626					0		198,626		990	990	1,012	03/31/2015	1
912828-MW-7	US TREAS NTS DTD 00285 2.5		06/16/2010			252,779	247,000	251,593					0		251,593		1,185	1,185	1,316	03/31/2015	1
912828-MW-7	US TREAS NTS DTD 00285 2.5		06/21/2010			285,832	279,000	284,189					0		284,189		1,644	1,644	1,582	03/31/2015	1
912828-MW-7	US TREAS NTS DTD 00285 2.5		06/23/2010			237,848	231,000	235,296					0		235,296		2,552	2,552	1,341	03/31/2015	1
912828-NF-3	UNITED STATES TREAS NTS DTD 00294 2.125%		06/17/2010			3,009,961	3,000,000	3,012,656					0		3,012,656		(2,695)	(2,695)	3,135	05/31/2015	1
912828-NF-3	UNITED STATES TREAS NTS DTD 00294 2.125%		06/22/2010			1,207,219	1,200,000	1,205,063					0		1,205,063		2,156	2,156	1,602	05/31/2015	1
0399999	Totals - Bonds - U.S. Governments					16,261,140	16,160,000	16,223,191	0	0	0	0	0	0	16,223,191	0	37,950	37,950	26,449	XXX	XXX
8399997	Total - Bonds - Part 4					16,261,140	16,160,000	16,223,191	0	0	0	0	0	0	16,223,191	0	37,950	37,950	26,449	XXX	XXX
8399999	Total - Bonds					16,261,140	16,160,000	16,223,191	0	0	0	0	0	0	16,223,191	0	37,950	37,950	26,449	XXX	XXX
Common Stock - Mutual Funds																					
72201P-61-3	MFO PIMCO SHORT TERM FLOATING NAV PORT		06/24/2010			139,902.070	1,400,000	XXX	1,399,882				0		1,399,882		118	118	0	XXX	U
72201P-61-3	MFO PIMCO SHORT TERM FLOATING NAV PORT		06/24/2010			139,916.050	1,400,000	XXX	1,400,022				0		1,400,022		(22)	(22)	0	XXX	U
72201P-61-3	MFO PIMCO SHORT TERM FLOATING NAV PORT		06/25/2010			69,951.030	700,000	XXX	699,941				0		699,941		59	59	0	XXX	U
72201P-61-3	MFO PIMCO SHORT TERM FLOATING NAV PORT		06/28/2010			199,860.100	2,000,000	XXX	1,999,831				0		1,999,831		169	169	0	XXX	U
000000-00-0	JP MORGAN CORE BOND TRUST		04/15/2010	REDEEMED		1,197.900	XXX	11,924	12,111	(187)			(187)		11,924		354	354	170	XXX	U
000000-00-0	MFB NORTHERN FUNDS SMALL CAP CORE FD		06/16/2010	REDEEMED		1,632.650	20,000	XXX	23,624	0	0	0	0	0	23,624	0	(3,624)	(3,624)	0	XXX	U
000000-00-0	MFB NORTHERN FUNDS STK INDEX FD		06/16/2010	REDEEMED		9,241.880	128,000	XXX	167,133	0	0	0	0	0	167,133	0	(39,133)	(39,133)	0	XXX	U
000000-00-0	MFB NORTHERN MULTI-MANAGER MID CAP FD		06/16/2010	REDEEMED		3,976.140	40,000	XXX	47,521	0	0	0	0	0	47,521	0	(7,521)	(7,521)	0	XXX	U
9299999	Totals - Common Stocks - Mutual Funds					5,700,278	XXX	5,749,878	12,111	(187)	0	0	(187)	0	5,749,878	0	(49,599)	(49,599)	170	XXX	XXX
9799997	Total - Common Stocks - Part 4					5,700,278	XXX	5,749,878	12,111	(187)	0	0	(187)	0	5,749,878	0	(49,599)	(49,599)	170	XXX	XXX
9799999	Total - Common Stocks					5,700,278	XXX	5,749,878	12,111	(187)	0	0	(187)	0	5,749,878	0	(49,599)	(49,599)	170	XXX	XXX
9899999	Total - Preferred and Common Stocks					5,700,278	XXX	5,749,878	12,111	(187)	0	0	(187)	0	5,749,878	0	(49,599)	(49,599)	170	XXX	XXX

(a) For all common stock bearing the NAIC market indicator "U" provide: the number of such issues .....565,678.

## E06

NONE

[illegible]

(a)	Code	Financial or Economic Impact of the Hedge at the End of the Reporting Period

## E07

## E07

E07

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**STATEMENT AS OF JUNE 30, 2010 OF THE Health Alliance Plan of Michigan**

## SCHEDULE DB - PART D

Counterparty Exposure for Derivative Instruments Open as of Current Statement Date

[illegible]



**STATEMENT AS OF JUNE 30, 2010 OF THE Health Alliance Plan of Michigan**

## SCHEDULE E - PART 1 - CASH

[illegible]

## SCHEDULE E - PART 2 - CASH EQUIVALENTS

[illegible]